



Bastrop

Independent School District

Annual Financial and Compliance Report

For the Year Ended June 30, 2025

BASTROP INDEPENDENT SCHOOL DISTRICT

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INTRODUCTORY SECTION



Bastrop ISD

Their future is our focus.

CERTIFICATE OF BOARD

Bastrop Independent School District

Name of School District

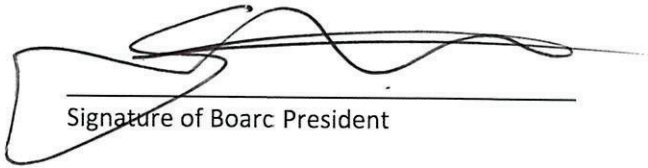
Bastrop

County

011-901

Co. - Dist. No.

We, the undersigned, certify that the attached annual financial reports of the above named school district were reviewed and ✓ **approved**/ **disapproved** for the year ended June 30, 2025, at a meeting of the Board of Trustees of such school district on November 18, 2025.



Signature of Board President



Signature of Board Secretary

If the Board of Trustees disapproved of the auditor's report, the reason(s) for disapproving is/are (attach list if necessary):



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FINANCIAL SECTION



Bastrop ISD

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Bastrop Independent School District

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Bastrop Independent School District (the "District"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, budgetary comparison information, pension information, and other-post employment benefit information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining fund financial statements and the required Texas Education Agency (TEA) compliance schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining fund financial statements and the required TEA compliance schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Schedule of Required Responses to Selected School First Indicators, Exhibit L-1, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 18, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Whitney Penn LLP". The signature is written in a cursive, flowing style.

Austin, Texas
November 18, 2025



BASTROP INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Bastrop Independent School District (the "District"), we offer readers of the accompanying report this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2025.

Financial Highlights

- The District earned a rating of Superior Achievement by the Texas Education Agency (TEA) under its Financial Integrity Rating System of Texas (FIRST) for 2025 based on school year 2023-24 data.
- The District's enrollment grew by 2.7% over the prior school year, with actual average daily attendance (ADA) experiencing a slight (post-COVID-19) recovery with an increase of 3.1%. We continue to distance ourselves from the effects of the pandemic as the District's attendance rate is continuing to lag behind pre-COVID percentages. Enrollment continues to slow with the effect of rising interest rates and their effect on the housing market. This is also having a cooling effect on taxable values - the increase by approximately 4.6% (freeze adjusted taxable) was nearly half of the prior year's growth rate of 8.60%.
- The District was able to maintain the Debt Service tax rate of \$0.401 in 2024-25 due to increased property values and retiring outstanding bonds to create capacity. The District produced \$12.6 million in interest earnings over the course of the fiscal year from the 2021 and 2023 series of Unlimited Tax School Building Bonds.
- Assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources at year-end by \$95,809,059 (net position), \$26,743,802 more than the previous year.
- The General Fund ended the year with a \$50,782,421 fund balance, \$7,937,512 more than the previous year.

Using This Annual Report

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Position and the Statement of Activities. These provide information about the activities of the District as a whole and present a longer-term view of the District's property and debt obligations and other financial matters. They reflect the flow of total economic resources in a manner similar to the financial reports of a business enterprise.

Fund financial statements report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. For governmental activities, these statements tell how services were financed in the short term, as well as what resources remain for future spending. They reflect the flow of current financial resources and supply the basis for tax levies and the appropriations budget. For proprietary activities, fund financial statements tell how services of the District were sold within the District or to external customers and how the sales revenues covered the expenses of the services.

The notes to the financial statements provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The section labeled Required Texas Education Agency Compliance Schedules contains data used by monitoring or regulatory agencies for assurance that the District is using funds supplied in compliance with the terms of grants.

BASTROP INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities

The analysis of the District's overall financial condition and operations is reported within the government-wide financial statements. Its primary purpose is to show whether the District is better off or worse off as a result of the year's activities. The Statement of Net Position includes all the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources at the end of the year while the Statement of Activities includes all the revenues and expenses generated by the District's operations during the year. These apply the accrual basis of accounting which is the basis used by private sector companies.

All of the current year's revenues and expenses are considered regardless of when cash is received or paid. The District's revenues are divided into those provided by outside parties who share the costs of some programs, such as tuition received from students from outside the District and grants provided by the U.S. Department of Education to assist children with disabilities from disadvantaged backgrounds (program revenues), and revenues provided by the taxpayers or by TEA in equalization funding processes (general revenues). All the District's assets are reported whether they serve the current year or future years. Liabilities are considered regardless of whether they must be paid in the current or future years (such as workers' compensation claims).

These two statements report the District's net position and changes in it. The District's net position (the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources) provides one measure of the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the District, however, you should consider non-financial factors as well, such as changes in the District's ADA or its property tax base and the condition of the District's facilities.

In the Statement of Net Position and the Statement of Activities, we divide the District into two kinds of activities:

- Governmental activities – Most of the District's basic services are reported here including instruction, counseling, co-curricular activities, food services, transportation, maintenance, community services, and general administration. Property taxes, tuition, fees, and state and federal grants finance most of these activities.
- Business-type activities – The District charges a fee to "customers" to help it cover all or most of the cost of services it provides in the Performing Arts Center, High School Bistro, Community Education, STARS After School Program, and Employee Child Care.

Reporting the District's Most Significant Funds

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds – not the District as a whole. Laws and contracts require the District to establish some funds, such as grants received under the No Child Left Behind Act from the U.S. Department of Education. The District's administration establishes many other funds to help it control and manage money for particular purposes (like campus activities). The District's two kinds of funds – governmental and proprietary – use different accounting approaches.

- Governmental funds - Most of the District's basic services are reported in governmental funds. These use modified accrual accounting (a method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and report balances that are available for future spending. The governmental fund statements provide a detailed short-term view of the District's general operations and the basic services it provides. We describe the differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation schedules following each of the fund financial statements.

BASTROP INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

- Proprietary funds - The District reports the activities for which it charges users (whether outside customers or other units of the District) in proprietary funds using the same accounting methods employed in the Statement of Net Position and the Statement of Activities. In fact, the District's enterprise funds (one category of proprietary funds) are the business-type activities reported in the government-wide statements but containing more detail and additional information, such as cash flows.

The District as Trustee

Reporting the District's Fiduciary Responsibilities

The District is the trustee, or fiduciary, for money raised by student activities. The District is only responsible for ensuring that the assets reported in these funds are used for their intended purposes.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Table 1 focuses on net position while Table 2 shows the revenues and expenses that changed the net position balance during the fiscal year ended June 30, 2025. The District reported an increase in net position from the prior year.

Table 1
The District's Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024, as Restated	2025	2024	2025	2024
Assets						
Current assets	\$ 301,983,251	\$ 404,821,534	\$ 2,638,766	\$ 2,440,631	\$ 304,622,017	\$ 407,262,165
Capital assets, net of accumulated depreciation	424,363,651	284,438,799	967,439	1,009,417	425,331,090	285,448,216
Total Assets	726,346,902	689,260,333	3,606,205	3,450,048	729,953,107	692,710,381
Deferred Outflows of Resources						
Deferred outflows	33,463,344	44,084,177	-	-	33,463,344	44,084,177
Total Deferred Outflows of Resources	33,463,344	44,084,177	-	-	33,463,344	44,084,177
Liabilities						
Current liabilities	49,639,628	28,089,812	316,343	177,711	49,955,971	28,267,523
Non-current liabilities	594,102,720	604,117,761	-	-	594,102,720	604,117,761
Total Liabilities	643,742,348	632,207,573	316,343	177,711	644,058,691	632,385,284
Deferred Inflows of Resources						
Deferred inflows	23,548,701	30,159,342	-	-	23,548,701	30,159,342
Total Deferred Inflows of Resources	23,548,701	30,159,342	-	-	23,548,701	30,159,342
Net Position						
Net investment in capital assets	77,507,787	63,818,841	967,439	1,009,417	78,475,226	64,828,258
Restricted	28,337,500	25,797,566	-	-	28,337,500	25,797,566
Unrestricted	(13,326,090)	(18,638,812)	2,322,423	2,262,920	(11,003,667)	(16,375,892)
Total Net Position	\$ 92,519,197	\$ 70,977,595	\$ 3,289,862	\$ 3,272,337	\$ 95,809,059	\$ 74,249,932

Assets increased by \$37.2 million mainly due to the capitalization of assets. Total liabilities increased \$11.5 million primarily due to the bond issuance and issuance of leases and SBITAs in current year.

BASTROP INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Table 2
Changes in the District's Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024, as Restated	2025	2024	2025	2024
Revenues						
Program Revenues:						
Charges for services	\$ 1,845,974	\$ 2,139,071	\$ 1,946,320	\$ 1,632,264	\$ 3,792,294	\$ 3,771,335
Operating grants & contributions	27,799,808	30,703,151	1,769	135,550	27,801,577	30,838,701
General Revenues:						
Property taxes	92,157,486	83,618,450	-	-	92,157,486	83,618,450
State aid (grants)	71,561,578	74,677,526	-	-	71,561,578	74,677,526
Investment earnings	16,297,598	19,042,519	-	-	16,297,598	19,042,519
Grants and contributions not restricted	762,912	-	-	-	762,912	-
Miscellaneous	406,827	669,071	260,205	-	667,032	669,071
Total Revenues	210,832,183	210,849,788	2,208,294	1,767,814	213,040,477	212,617,602
Expenses						
Instruction	82,836,473	84,379,095	-	-	82,836,473	84,379,095
Instructional resources and media services	1,145,089	1,254,476	-	-	1,145,089	1,254,476
Curriculum and staff development	3,619,761	3,695,771	-	-	3,619,761	3,695,771
Instructional leadership	1,554,884	1,837,340	-	-	1,554,884	1,837,340
School leadership	8,339,695	8,138,386	-	-	8,339,695	8,138,386
Guidance, counseling, and evaluation services	6,931,696	6,405,563	-	-	6,931,696	6,405,563
Social work services	494,180	1,020,530	-	-	494,180	1,020,530
Health services	1,417,366	1,354,533	-	-	1,417,366	1,354,533
Student transportation	10,055,948	9,362,543	-	-	10,055,948	9,362,543
Food service	10,567,454	9,622,477	-	-	10,567,454	9,622,477
Extracurricular activities	7,839,636	6,987,858	-	-	7,839,636	6,987,858
General administration	3,768,153	4,022,832	-	-	3,768,153	4,022,832
Facilities maintenance and operations	12,081,792	13,619,496	-	-	12,081,792	13,619,496
Security and monitoring services	3,702,733	4,186,665	-	-	3,702,733	4,186,665
Data processing services	2,954,246	2,138,330	-	-	2,954,246	2,138,330
Community services	43,508	167,603	-	-	43,508	167,603
Debt Service	1,304,580	-	-	-	1,304,580	-
Debt Service - Interest on long-term debt	27,812,212	18,292,309	-	-	27,812,212	18,292,309
Debt Service - Bond issuance cost and fees	30,144	1,728,977	-	-	30,144	1,728,977
Facility repairs and maintenance	313,491	1,256,846	-	-	313,491	1,256,846
Payments related to shared services arrangements	797,441	1,002,722	-	-	797,441	1,002,722
Payments to JJAEP	95,520	-	-	-	95,520	-
Other intergovernmental charges	1,584,579	1,507,809	-	-	1,584,579	1,507,809
Performing Arts Center	-	-	151,723	193,359	151,723	193,359
Community Education	-	-	51,714	31,382	51,714	31,382
STARS After School Program	-	-	930,083	1,326,395	930,083	1,326,395
Employee Child Care	-	-	1,057,249	919,360	1,057,249	919,360
Total Expenses	189,290,581	181,982,161	2,190,769	2,470,496	191,481,350	184,452,657
Change in Net Position	21,541,602	28,867,627	17,525	(702,682)	21,559,127	28,164,945
Beginning Net Position	70,977,595	36,925,293	3,272,337	3,975,019	74,249,932	40,900,312
Restatements	-	5,184,675	-	-	-	5,184,675
Ending Net Position	\$ 92,519,197	\$ 70,977,595	\$ 3,289,862	\$ 3,272,337	\$ 95,809,059	\$ 74,249,932

Property tax revenues increased \$8.5 million due to increased property values in 2024-2025. State foundation revenue decreased \$3.1 million due to increased property tax revenue in the current year.

In 2025, the net position of our business-type activities increased by \$17,525.

During the year, management discovered expenses that were not properly capitalized as assets in prior years causing a restatement in the beginning net position in the amount of \$5,184,675.

The total expenses of both governmental and business-type activities this year were \$191.5 million. The Statement of Activities shows that the amount that our taxpayers ultimately financed for these activities through District taxes was only \$92.2 million.

BASTROP INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Financial Analysis Of The District's Funds

The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirement, bond covenants, and segregation for particular purposes.

Government funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at the end of a fiscal year.

The Board of Trustees (the "Board") has a fund balance policy as follows:

A financial goal of the District is to have a sufficient balance in the operating fund to be able to maintain fiscal independence in case of a financial need or crisis. The District shall strive to maintain a yearly unassigned fund balance in the general operating fund that is approximately 45 to 90 days of the current operating budget.

As of June 30, 2025, the District's governmental funds (shown on Exhibit C-1) reported a combined ending fund balance of \$249.0 million, a decrease of \$125.3 million from the prior year. The decrease is mainly due to the spent proceeds from the bond issuance on facilities acquisition and construction.

A recap of total fund balance for all governmental funds is as follows:

Nonspendable:	
Inventories	\$ 67,143
Restricted for:	
Grants	4,284,000
Capital acquisitions and contractual obligations	163,807,345
Debt service	28,990,691
Other	195,462
Committed for:	
Construction, repairs, renovation	1,810,919
Claims and judgments	100,000
Capital expenditures for equipment	750,000
Campus activity funds	911,168
Assigned for other purposes	11,102,000
Unassigned	36,954,215
	<u><u>\$ 248,972,943</u></u>

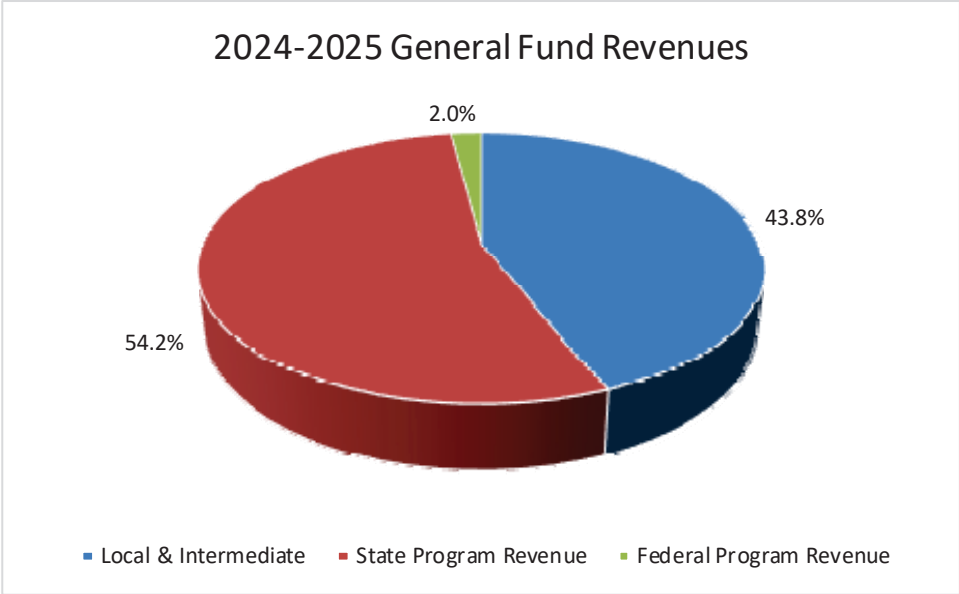
General fund. The general fund is the primary operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the general fund was \$37.0 million while the total fund balance was \$50.8 million. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance and total fund balance to the total fund expenditures. Unassigned fund balance represents 28% of the total general fund actual expenditures for fiscal year 2025, while total fund balance represents 39% of that same amount.

The total fund balance of the District's general fund budget increased by \$7.9 million. Key factors to this change are as follows:

- Increase in State aid due to SB 2 and enrollment growth
- Increase in interest earnings due to a rise in interest rates
- Offsets in general fund expenditures to other sources

BASTROP INDEPENDENT SCHOOL DISTRICT
MANAGEMENT’S DISCUSSION AND ANALYSIS (continued)

The District’s total general fund revenues were \$138.0 million. A portion, \$60.5 million or 43.8%, of the District’s revenues come from taxes and other local revenue. The majority of the other 54.2% of revenues is from State program revenues and \$2.8 million or 2% was from Federal program revenue.



The debt service fund has a total fund balance of \$29.0 million, all of which is restricted for the payment of debt service. The net increase in fund balance during the period in the debt service fund was \$3.1 million.

The capital projects fund – series 2021 has a total fund balance of \$42.8 million, all of which is restricted for capital acquisitions and contractual obligations. The change in fund balance during the period in the capital projects funds was a decrease of \$22.8 million due to capital outlay expenditures incurred in carrying out the District’s bond program.

The capital projects fund – series 2023 has a total fund balance of \$120.7 million, all of which is restricted for capital acquisitions and contractual obligations. The change in fund balance during the period in the capital projects funds was a decrease of \$112.4 million due to the use of school building bonds during the fiscal year.

General Fund Budgetary Highlights

The District revised the general fund budget several times during the year ended June 30, 2025. Budget revenue amendments totaling \$3.4 million (net) were approved by the Board resulting in an increase in revenues. The amendment constituted an increase to state, local, and federal revenue.

Budgeted appropriations for expenditures in the general fund also increased as budget revisions were submitted and approved by the Board at various times during the 2024-2025 fiscal year. The main expenditure areas that were impacted involved student transportation due to increased contractor costs, and general maintenance due to rising costs of maintenance and repairs of district facilities.

Capital Assets

At the year end of the 2024-2025 fiscal year, the District had \$425.3 million invested in a broad range of capital assets, including facilities and equipment for instruction, transportation, athletics, administration, and maintenance. More detailed information about the District’s capital assets is presented in Note III B. to the financial statements.

BASTROP INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Long-Term Debt

At year end, the District had \$467.8 million in bonds, leases, and subscriptions outstanding versus \$482.5 million last year. The District's credit ratings are as follows: Moody's Investors Service underlying credit rating for the District is "Aa3," while Standard and Poor's confirmed its underlying rating for the District at "AA-".

More detailed information about the District's long-term liabilities is presented in Note III C. to the financial statements.

Economic Factors and Next Year's Budgets and Rates

The District's elected officials considered many factors when setting the fiscal year 2025-2026 budget and tax rates. Some of the largest factors in planning for 2025-26- was the opening of Adelson Elementary in August 2025 and continuing to provide competitive compensation packages compared with peer districts in order to attract and retain employees across the District. The District continues to see growth in residential and commercial property values though much lower than the spike experienced in 2022. Bastrop County continues to be a high-growth area. Commercial businesses continue to open enhancing the economy and property values.

In 2024, Bastrop County experienced significant economic growth driven by major corporate investments from companies like SpaceX and X, the expansion of the film and creative industries, and continued residential development. This growth is fueled by a spillover from the Austin area, attracting new businesses, increasing the demand for housing and retail, and raising property values, which remain lower than in Austin.

Specific projects in process include:

- Several High-profile expansions, including SpaceX and Starlink opening a large facility and the relocation of X's headquarters, have solidified the county's reputation as a tech hub and created thousands of jobs.
- The development of major film studio projects, such as 204 Texas and Wyldwood Studios, is projected to have a significant economic impact and is supported by state incentives, designating the entire county as a media production zone.
- A rapidly increasing population is spurring a surge in residential construction and a corresponding increase in demand for retail and commercial spaces, with dozens of new businesses opening or planning to open.
- A \$43 million broadband grant is being used to improve infrastructure, further supporting existing and new businesses, particularly in next-generation industries.

The District estimated an enrollment of 13,802 and estimated ADA at 12,347. As of October 2025, the district is anticipating 13,452 students enrolled, which is 82 students higher than the prior year. The district is working to adjust to the shortfall in growth and is working with the demographer on updated growth projections. A recent demographic study predicts the District to have an enrollment of over 15,000 by 2028/29. A 3% growth in property value was used for budget planning purposes, but any change in value is offset by a corresponding increase/decrease in state aid, effectually keeping revenues flat. The 2025-2026 tax rate approved at the September 2025 public hearing is \$1.0679 with \$0.6669 for maintenance and operations and \$0.401 for debt service.

These indicators were taken into consideration when adopting the general fund budget for 2025-26. Amounts available for appropriation in the general fund budget are \$146.3 million. Budgeted expenditures at this time are expected to be \$143.3 million. Teachers with three years of experience received a \$2,500 raise while teachers with five years of experience received a \$5,000 raise. All other employees received a 3-5 % pay increase for the 2025-26 budget year. The District budgeted for (12) teaching FTE's to account for student growth as well as (20) FTE's to staff the new elementary school. As part of a move to 6th-8th grades in middle school the district also converted two existing intermediate campuses into middle schools (Bastrop Intermediate School was renamed Riverside Middle and Cedar Creek Intermediate School was renamed Creekside Middle School).

BASTROP INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

The District continues to place high priority on safety and security in year eleven of the District Police Department. The District added four positions for the 2025-26 school year to comply with new state mandates. The District maintains a goal of fund balance of at least 90 days of operating expenses.

Contacting The District's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Chief Financial Officer at the District's service center at Bastrop Independent School District, 906 Farm Street, Bastrop, Texas 78602. Financial information is available on the District website (www.bisdtx.org).

BASIC FINANCIAL STATEMENTS



BASTROP INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
June 30, 2025
Exhibit A-1

		1	2	3
Data Control Codes		Governmental Activities	Business-type Activities	Total
Assets				
1110	Cash and cash equivalents	\$ 10,585,600	\$ 1,804,645	\$ 12,390,245
1120	Investments	253,736,557	834,121	254,570,678
1220	Delinquent property taxes receivables	7,959,110	-	7,959,110
1230	Allowance for uncollectable taxes (credit)	(1,034,684)	-	(1,034,684)
1240	Due from other governments	30,330,412	-	30,330,412
1260	Internal balances	115,766	-	115,766
1290	Other receivables (net)	75,193	-	75,193
1300	Inventories	67,143	-	67,143
1490	Other current assets	148,154	-	148,154
	Capital Assets, not subject to depreciation/amortization:			
1510	Land	12,158,825	-	12,158,825
1580	Construction in progress	128,507,175	-	128,507,175
	Capital Assets, net of accumulated depreciation/amortization:			
1520	Buildings and improvements, net	266,731,025	967,439	267,698,464
1530	Furniture and equipment, net	14,042,852	-	14,042,852
1550	Right-to-use assets, net	2,923,774	-	2,923,774
1000	Total Assets	726,346,902	3,606,205	729,953,107
Deferred Outflows of Resources				
	Deferred charge on refunding	1,823,577	-	1,823,577
	Deferred outflows - pension	14,662,834	-	14,662,834
	Deferred outflows - OPEB	16,976,933	-	16,976,933
1700	Total Deferred Outflows of Resources	33,463,344	-	33,463,344
Liabilities				
2110	Accounts payable	29,717,962	23,486	29,741,448
2120	Short-term debt payable	10,198	-	10,198
2140	Interest payable	7,559,819	-	7,559,819
2150	Payroll deductions and withholdings	1,256,983	24,793	1,281,776
2160	Accrued wages payable	10,179,259	152,298	10,331,557
2177	Due to Fiduciary Funds	-	115,766	115,766
2180	Due to other governments	199,523	-	199,523
2190	Due to Student Groups	653	-	653
2200	Accrued expenses	528,533	-	528,533
2300	Unearned revenue	186,698	-	186,698
	Noncurrent Liabilities:			
2501	Due within one year	14,447,102	-	14,447,102
2502	Due in more than one year	508,746,872	-	508,746,872
2540	Net pension liability	43,639,479	-	43,639,479
2545	Net OPEB liability	27,269,267	-	27,269,267
2000	Total Liabilities	643,742,348	316,343	644,058,691
Deferred Inflows of Resources				
	Deferred inflows - pension	963,370	-	963,370
	Deferred inflows - OPEB	22,585,331	-	22,585,331
2600	Total Deferred Inflows of Resources	23,548,701	-	23,548,701
Net Position				
3200	Net investment in capital assets	77,507,787	967,439	78,475,226
	Restricted for:			
3820	Federal and state programs	4,284,000	-	4,284,000
3850	Debt service	23,858,038	-	23,858,038
3890	Other purposes	195,462	-	195,462
3900	Unrestricted	(13,326,090)	2,322,423	(11,003,667)
3000	Total Net Position	\$ 92,519,197	\$ 3,289,862	\$ 95,809,059

See notes to the financial statements.

BASTROP INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2025

Exhibit B-1

Page 1 of 2

Data Control Codes	Functions/Programs	Program Revenues		
		Expenses	Charges for Services	Operating Grants and Contributions
	Governmental Activities:			
11	Instruction	\$ 82,836,473	\$ 360,148	\$ 6,645,906
12	Instructional resources and media services	1,145,089	-	26,436
13	Curriculum and staff development	3,619,761	-	2,272,546
21	Instructional leadership	1,554,884	-	77,553
23	School leadership	8,339,695	-	225,084
31	Guidance, counseling, and evaluation services	6,931,696	-	2,476,112
32	Social work services	494,180	-	202,969
33	Health services	1,417,366	-	901,638
34	Student transportation	10,055,948	-	-
35	Food service	10,567,454	-	9,525,687
36	Extracurricular activities	7,839,636	1,465,321	560,573
41	General administration	3,768,153	-	1,634,083
51	Facilities maintenance and operations	12,081,792	20,505	1,625,441
52	Security and monitoring services	3,702,733	-	72,438
53	Data processing services	2,954,246	-	549,369
61	Community services	43,508	-	88,648
71	Debt service	1,304,580	-	-
72	Interest expense	27,812,212	-	114,923
73	Debt issuance costs and fees	30,144	-	-
81	Facility repairs and maintenance	313,491	-	2,961
93	Payments related to shared services arrangements	797,441	-	797,441
95	Payments to JJAEP	95,520	-	-
99	Other intergovernmental charges	1,584,579	-	-
TG	Total Governmental Activities	<u>\$ 189,290,581</u>	<u>\$ 1,845,974</u>	<u>\$ 27,799,808</u>
	Business-type Activities			
01	Performing Arts Center	151,723	191,432	1,769
03	Community Education	51,714	74,443	-
04	STARS After School Program	930,083	883,403	-
06	Employee Child Care	1,057,249	797,042	-
TB	Total Business-type Activities	<u>2,190,769</u>	<u>1,946,320</u>	<u>1,769</u>
TP	Total Primary Government	<u>\$ 191,481,350</u>	<u>\$ 3,792,294</u>	<u>\$ 27,801,577</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2025

Exhibit B-1
Page 2 of 2

Data Control Codes	Functions/Programs	Net (Expense) Revenue and Changes in Net Position		
		Governmental Activities	Business-type Activities	Total
	Governmental Activities:			
11	Instruction	\$ (75,830,419)	\$ -	\$ (75,830,419)
12	Instructional resources and media services	(1,118,653)	-	(1,118,653)
13	Curriculum and staff development	(1,347,215)	-	(1,347,215)
21	Instructional leadership	(1,477,331)	-	(1,477,331)
23	School leadership	(8,114,611)	-	(8,114,611)
31	Guidance, counseling, and evaluation services	(4,455,584)	-	(4,455,584)
32	Social work services	(291,211)	-	(291,211)
33	Health services	(515,728)	-	(515,728)
34	Student transportation	(10,055,948)	-	(10,055,948)
35	Food service	(1,041,767)	-	(1,041,767)
36	Extracurricular activities	(5,813,742)	-	(5,813,742)
41	General administration	(2,134,070)	-	(2,134,070)
51	Facilities maintenance and operations	(10,435,846)	-	(10,435,846)
52	Security and monitoring services	(3,630,295)	-	(3,630,295)
53	Data processing services	(2,404,877)	-	(2,404,877)
61	Community services	45,140	-	45,140
71	Debt service	(1,304,580)	-	(1,304,580)
72	Interest expense	(27,697,289)	-	(27,697,289)
73	Debt issuance costs and fees	(30,144)	-	(30,144)
81	Facility repairs and maintenance	(310,530)	-	(310,530)
93	Payments related to shared services arrangements	-	-	-
95	Payments to JJAEP	(95,520)	-	(95,520)
99	Other intergovernmental charges	(1,584,579)	-	(1,584,579)
TG	Total Governmental Activities	(159,644,799)	-	(159,644,799)
	Business-type Activities			
01	Performing Arts Center	-	41,478	41,478
03	Community Education	-	22,729	22,729
04	STARS After School Program	-	(46,680)	(46,680)
06	Employee Child Care	-	(260,207)	(260,207)
TB	Total Business-type Activities	-	(242,680)	(242,680)
TP	Total Primary Government	(159,644,799)	(242,680)	(159,887,479)
	General Revenues:			
	Taxes:			
MT	Property taxes, levied for general purposes	57,638,174	-	57,638,174
DT	Property taxes, levied for debt service	34,519,312	-	34,519,312
SF	State-aid formula grants	71,561,578	-	71,561,578
GC	Grants and contributions not restricted	762,912	-	762,912
IE	Investment earnings	16,297,598	-	16,297,598
MI	Miscellaneous	406,827	260,205	667,032
TR	Total General Revenues	181,186,401	260,205	181,446,606
CN	Change in net position	21,541,602	17,525	21,559,127
NB	Net Position - Beginning, as originally presented	65,792,920	3,272,337	69,065,257
	Restatement for additional construction in progress not previously capitalized	5,184,675	-	5,184,675
PA	Net Position - Beginning, as restated	70,977,595	3,272,337	74,249,932
NE	Net Position - Ending	\$ 92,519,197	\$ 3,289,862	\$ 95,809,059

BASTROP INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2025

Exhibit C-1
Page 1 of 2

Data Control Codes		General Fund	Debt Service Fund	Capital Projects Fund - Series 2021	Capital Projects Fund - Series 2023
Assets					
1110	Cash and cash equivalents	\$ 5,635,615	\$ 28,845,232	\$ 213,868	\$ 328
1120	Current investments	28,320,812	-	43,458,293	145,435,148
	Receivables:				
1220	Delinquent property taxes receivables	5,169,264	2,789,846	-	-
1230	Allowance for uncollectible taxes (credit)	(672,004)	(362,680)	-	-
1240	Receivables from other governments	22,841,469	149,957	-	-
1260	Due from other funds	6,830,909	-	-	-
1290	Other receivables	75,191	2	-	-
1300	Inventories	67,143	-	-	-
1490	Other current assets	148,154	-	-	-
1000	Total Assets	\$ 68,416,553	\$ 31,422,357	\$ 43,672,161	\$ 145,435,476
Liabilities, Deferred Inflows of Resources, and Fund Balances					
	Liabilities:				
2110	Accounts payable	\$ 1,913,118	\$ -	\$ 824,869	\$ 24,685,837
2120	Short-term debt payable	10,198	-	-	-
2150	Payroll deduction and withholdings payable	1,148,775	-	-	-
2160	Accrued wages payable	9,302,003	-	-	-
2170	Due to other funds	762,125	4,500	413	1,237
2180	Due to other governments	-	-	-	-
2190	Due to student groups	653	-	-	-
2300	Unearned revenue	-	-	-	-
2000	Total Liabilities	13,136,872	4,500	825,282	24,687,074
	Deferred Inflows of Resources				
	Unavailable revenue - property taxes	4,497,260	2,427,166	-	-
2600	Total Deferred Inflows of Resources	4,497,260	2,427,166	-	-
	Fund Balances:				
	Nonspendable:				
3410	Inventories	67,143	-	-	-
	Restricted for:				
3450	Grants	-	-	-	-
	Capital acquisitions and contractual obligations	-	-	42,846,879	120,748,402
3480	Debt service	-	28,990,691	-	-
3490	Other				
	Committed for:				
3510	Construction, repairs, renovation	1,810,919	-	-	-
3520	Claims and judgments	100,000	-	-	-
3530	Capital expenditures for equipment	750,000	-	-	-
3545	Campus activity funds	-	-	-	-
3590	Assigned for other purposes	11,102,000	-	-	-
3600	Unassigned	36,952,359	-	-	-
3000	Total Fund Balances	50,782,421	28,990,691	42,846,879	120,748,402
4000	Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 68,416,553	\$ 31,422,357	\$ 43,672,161	\$ 145,435,476

BASTROP INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2025

Exhibit C-1
Page 2 of 2

Data Control Codes		Nonmajor Governmental Funds	Total Governmental Funds
Assets			
1110	Cash and cash equivalents	\$ 7,550,280	\$ 42,245,323
1120	Current investments	289,029	217,503,282
	Receivables:		
1220	Delinquent property taxes receivables	-	7,959,110
1230	Allowance for uncollectible taxes (credit)	-	(1,034,684)
1240	Receivables from other governments	7,339,009	30,330,435
1260	Due from other funds	-	6,830,909
1290	Other receivables	-	75,193
1300	Inventories	-	67,143
1490	Other current assets	-	148,154
1000	Total Assets	\$ 15,178,318	\$ 304,124,865
Liabilities, Deferred Inflows of Resources, and Fund Balances			
	Liabilities:		
2110	Accounts payable	\$ 2,254,597	\$ 29,678,421
2120	Short-term debt payable	-	10,198
2150	Payroll deduction and withholdings payable	108,769	1,257,544
2160	Accrued wages payable	877,256	10,179,259
2170	Due to other funds	5,946,926	6,715,201
2180	Due to other governments	199,523	199,523
2190	Due to student groups	-	653
2300	Unearned revenue	186,697	186,697
2000	Total Liabilities	9,573,768	48,227,496
	Deferred Inflows of Resources		
	Unavailable revenue - property taxes	-	6,924,426
2600	Total Deferred Inflows of Resources	-	6,924,426
	Fund Balances:		
	Nonspendable:		
3410	Inventories	-	67,143
	Restricted for:		
3450	Grants	4,284,000	4,284,000
	Capital acquisitions and contractual obligations	212,064	163,807,345
3480	Debt service	-	28,990,691
3490	Other	195,462	195,462
	Committed for:		
3510	Construction, repairs, renovation	-	1,810,919
3520	Claims and judgments	-	100,000
3530	Capital expenditures for equipment	-	750,000
3545	Campus activity funds	911,168	911,168
3590	Assigned for other purposes	-	11,102,000
3600	Unassigned	1,856	36,954,215
3000	Total Fund Balances	5,604,550	248,972,943
4000	Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 15,178,318	\$ 304,124,865



BASTROP INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF BALANCE SHEET FOR GOVERNMENTAL
FUNDS TO STATEMENT OF NET POSITION
June 30, 2025

Exhibit C-1R

Data Control Codes		
	Total Fund Balance, Governmental Funds (from C-1)	\$ 248,972,943
	Amounts reported for governmental activities in the statement of net position (A-1) are different because:	
1	Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. Capital assets at historical cost (\$538,491,378), net of accumulated depreciation/amortization (\$114,127,727), where applicable.	424,363,651
2	Property taxes receivable have been levied and are due this year, but are not available soon enough to pay for the current period's expenditures, these property taxes (net of allowance for uncollectible accounts) are deferred in the fund financial statements.	6,924,426
3	Deferred outflows related to TRS pension	14,662,834
4	Deferred outflows related to OPEB	16,976,933
	Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of:	
5	General obligation bonds	(464,870,000)
6	Premium on bonds	(44,660,407)
7	Leases payable	(2,568,120)
	SBITAs payable	(389,909)
8	Net pension liability	(43,639,479)
9	Net OPEB liability	(27,269,267)
10	Accrued interest payable	(7,559,819)
11	Deferred inflows related to TRS pension	(963,370)
12	Deferred inflows related to OPEB	(22,585,331)
13	Deferred charge on refunding	1,823,578
14	Addition of internal service funds net position	4,006,072
15	Arbitrage Liability	<u>(10,705,538)</u>
29	Total Net Position - Governmental Activities (see A-1)	\$ <u>92,519,197</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - GOVERNMENTAL FUNDS
For the Year Ended June 30, 2025

Exhibit C-2

Page 1 of 2

Data Control Codes		General Fund	Debt Service Fund	Capital Projects Fund - Series 2021	Capital Projects Fund - Series 2023
Revenues					
5700	Local, intermediate, and out-of-state	\$ 60,500,196	\$ 35,357,885	\$ 2,404,668	\$ 10,168,874
5800	State program revenues	74,748,740	3,294,486	7,844	7,142
5900	Federal program revenues	2,768,439	-	-	-
5020	Total Revenues	138,017,375	38,652,371	2,412,512	10,176,016
Expenditures					
Current:					
0011	Instruction	73,211,781	-	-	-
0012	Instructional resources and media services	1,025,799	-	-	-
0013	Curriculum and staff development	1,440,972	-	-	-
0021	Instructional leadership	1,540,835	-	-	-
0023	School leadership	7,977,350	-	-	-
0031	Guidance, counseling and evaluation services	4,680,325	-	-	-
0032	Social work services	311,064	-	-	-
0033	Health services	1,226,091	-	-	-
0034	Student transportation	10,017,691	-	-	-
0035	Food services	-	-	-	-
0036	Extracurricular activities	5,002,524	-	-	-
0041	General administration	3,785,900	-	-	-
0051	Facilities maintenance and operations	11,546,493	-	-	-
0052	Security and monitoring services	3,543,151	-	-	-
0053	Data processing services	1,857,706	-	-	-
0061	Community services	8,578	-	-	-
Debt service:					
0071	Principal and interest on long-term debt	1,905,965	15,330,000	-	-
0072	Interest on long-term debt	45,571	20,173,229	-	-
0073	Bond issuance costs and fees	-	630,979	-	-
Capital outlay:					
0081	Facilities acquisition and construction	1,000	-	25,187,935	122,583,777
Intergovernmental:					
0093	Payments to Member Districts of SSA	-	-	-	-
0095	Payments to Juvenile Justice Alt. Ed. Prgm.	95,520	-	-	-
0099	Other intergovernmental charges	1,584,579	-	-	-
6030	Total Expenditures	130,808,895	36,134,208	25,187,935	122,583,777
1100	Excess (deficiency) of revenues over expenditures	7,208,480	2,518,163	(22,775,423)	(112,407,761)
Other Financing Sources (Uses)					
7901	Refunding bonds issued	-	71,430,000	-	-
7913	Issuance of debt - leases	541,814	-	-	-
7915	Transfers in	-	-	-	-
7916	Premium or discount on issuance of bonds	-	9,246,884	-	-
7949	Issuance of debt - SBITAs	447,423	-	-	-
8911	Transfers out	(260,205)	-	-	-
8949	Payments to refunding escrow agent	-	(80,076,049)	-	-
7080	Total Other Financing Sources (Uses)	729,032	600,835	-	-
1200	Net change in fund balances	7,937,512	3,118,998	(22,775,423)	(112,407,761)
0100	Fund Balance - Beginning	42,844,909	25,871,693	65,622,302	233,156,163
3000	Fund Balance - Ending	\$ 50,782,421	\$ 28,990,691	\$ 42,846,879	\$ 120,748,402

BASTROP INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - GOVERNMENTAL FUNDS
For the Year Ended June 30, 2025

Exhibit C-2

Page 2 of 2

Data Control Codes		Nonmajor Governmental Funds	Total Governmental Funds
Revenues			
5700	Local, intermediate, and out-of-state	\$ 2,343,144	\$ 110,774,767
5800	State program revenues	5,004,206	83,062,418
5900	Federal program revenues	18,730,065	21,498,504
5020	Total Revenues	26,077,415	215,335,689
Expenditures			
Current:			
0011	Instruction	7,890,756	81,102,537
0012	Instructional resources and media services	16,453	1,042,252
0013	Curriculum and staff development	2,239,936	3,680,908
0021	Instructional leadership	54,834	1,595,669
0023	School leadership	114,806	8,092,156
0031	Guidance, counseling and evaluation services	2,342,013	7,022,338
0032	Social work services	190,726	501,790
0033	Health services	138,273	1,364,364
0034	Student transportation	-	10,017,691
0035	Food services	10,107,367	10,107,367
0036	Extracurricular activities	1,458,542	6,461,066
0041	General administration	48,557	3,834,457
0051	Facilities maintenance and operations	1,629,825	13,176,318
0052	Security and monitoring services	50,041	3,593,192
0053	Data processing services	62,700	1,920,406
0061	Community services	68,870	77,448
Debt service:			
0071	Principal and interest on long-term debt	306,307	17,542,272
0072	Interest on long-term debt	9,036	20,227,836
0073	Bond issuance costs and fees	-	630,979
Capital outlay:			
0081	Facilities acquisition and construction	-	147,772,712
Intergovernmental:			
0093	Payments to Member Districts of SSA	797,441	797,441
0095	Payments to Juvenile Justice Alt. Ed. Prgm.	-	95,520
0099	Other intergovernmental charges	-	1,584,579
6030	Total Expenditures	27,526,483	342,241,298
1100	Excess (deficiency) of revenues over expenditures	(1,449,068)	(126,905,609)
Other Financing Sources (Uses)			
7901	Refunding bonds issued	-	71,430,000
7913	Issuance of debt - leases	258,164	799,978
7915	Transfers in	-	-
7916	Premium or discount on issuance of bonds	-	9,246,884
7949	Issuance of debt - SBITAs	-	447,423
8911	Transfers out	-	(260,205)
8949	Payments to refunding escrow agent	-	(80,076,049)
7080	Total Other Financing Sources (Uses)	258,164	1,588,031
1200	Net change in fund balances	(1,190,904)	(125,317,578)
0100	Fund Balance - Beginning	6,795,454	374,290,521
3000	Fund Balance - Ending	\$ 5,604,550	\$ 248,972,943

BASTROP INDEPENDENT SCHOOL DISTRICT**Exhibit C-2R**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2025**

Data Control Codes		
	Net Change in Fund Balances - Total Governmental Funds (from C-2)	\$ (125,317,578)
	Amounts reported for governmental activities in the statement of activities (B-1) are different because:	
1	Governmental funds report capital outlays (\$150,140,278) as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation/amortization (\$10,215,426) expense. This is the amount by which depreciation/amortization exceeded capital outlays.	139,924,852
2	Property tax revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	628,288
3	Repayment of bonds payable, loan payable, right to use leases payable, and SBITA principal is an expenditure in the governmental fund, but the repayment reduces long-term liabilities in the statement of net position.	16,227,324
	Long-term liability proceeds are reported as an other financing source in the governmental funds. In the government-wide financial statements, proceeds are treated as an increase in long-term liabilities.	
4	Issuance of debt - leases	(799,978)
	Issuance of debt - SBITAs	(447,423)
5	Issuance of debt - bonds	(71,430,000)
6	Premium received from issuance of long-term debt	(9,246,884)
	Payments to refunding agent	80,676,884
	Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in the governmental funds:	
7	Amortization of premiums and discounts on issuance of bonds	2,959,800
8	Decrease in interest payable not recognized in fund statements	171,731
9	Changes in net pension liabilities and related deferred outflows and inflows of resources	(4,004,837)
10	Changes in net OPEB liabilities and related deferred outflows and inflows of resources	2,775,502
11	Change in arbitrage liability	(10,705,538)
12	Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.	129,459
	Change in Net Position of Governmental Activities (see B-1)	\$ 21,541,602

BASTROP INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2025

Exhibit D-1

<u>Data Control Codes</u>		<u>Business-type Activities Nonmajor Enterprise Funds</u>	<u>Governmental Activities Internal Service Funds</u>
Assets			
Current Assets:			
1110	Cash and cash equivalents	\$ 1,804,645	\$ 2,650,917
1120	Investments	834,121	1,922,634
Receivables:			
1260	Due from other funds	-	261
	Total Current Assets	<u>2,638,766</u>	<u>4,573,812</u>
Noncurrent Assets:			
1520	Building and improvements	1,084,024	-
1570	Accumulated depreciation	(116,585)	-
	Total Noncurrent Assets	<u>967,439</u>	<u>-</u>
1000	Total Assets	<u>3,606,205</u>	<u>4,573,812</u>
Liabilities			
Current Liabilities:			
2110	Accounts payable	23,486	38,958
2150	Payroll deductions and withholdings	24,793	45
2160	Accrued wages payable	152,298	-
2170	Due to other funds	115,766	203
2200	Accrued expenses	-	528,533
2000	Total Liabilities	<u>316,343</u>	<u>567,739</u>
Net Position			
3200	Investment in capital assets	967,439	-
3900	Unrestricted net position	2,322,423	4,006,073
3000	Total Net Position	<u>\$ 3,289,862</u>	<u>\$ 4,006,073</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - PROPRIETARY FUNDS
For the Year Ended June 30, 2025

Exhibit D-2

Data Control Codes		Business-type Activities	Governmental Activities
		Nonmajor Enterprise Funds	Internal Service Funds
	Operating Revenues		
5700	Local and intermediate sources	\$ 1,946,320	\$ 698,624
5020	Total Operating Revenues	<u>1,946,320</u>	<u>698,624</u>
	Operating Expenses		
6100	Payroll costs	1,933,211	47,738
6200	Purchased and contracted services	63,204	68,449
6300	Supplies and materials	75,932	45,188
6400	Other operating expenses	76,445	407,790
6500	Depreciation	41,979	-
6030	Total Operating Expenses	<u>2,190,771</u>	<u>569,165</u>
1200	Operating Income (Loss)	<u>(244,451)</u>	<u>129,459</u>
	Non-Operating Revenues (Expenses)		
7989	State matching and other	1,771	-
	Total Non-Operating Revenues (Expenses)	<u>1,771</u>	<u>-</u>
	Income(Loss) Before Transfers	<u>(242,680)</u>	<u>129,459</u>
	Transfers		
	Capital contributions:	-	-
7915	Transfers in	260,205	-
8911	Transfers out	-	-
	Total Transfers	<u>260,205</u>	<u>-</u>
1200	Change in Net Position	17,525	129,459
0100	Net Position - July 1 (Beginning)	<u>3,272,337</u>	<u>3,876,614</u>
3300	Net Position - June 30 (Ending)	<u>\$ 3,289,862</u>	<u>\$ 4,006,073</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2025

Exhibit D-3

	Business-type Activities Nonmajor Enterprise Funds	Governmental Activities Internal Service Funds
Cash Flows from Operating Activities:		
Cash received from user charges	\$ 1,946,320	\$ 698,363
Cash receipts (payments) for interfund services provided	4,985	203
Cash payments to suppliers for goods and services	(103,529)	(505,383)
Cash payments to employees	(1,922,637)	(47,738)
Net Cash Provided by (Used for) Operating Activities	<u>(74,861)</u>	<u>145,445</u>
Cash Flows from Non-Capital Financing Activities:		
Advances from other funds	260,205	-
Intergovernmental	1,770	-
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>261,975</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	187,114	145,445
Cash and Cash Equivalents - Beginning	<u>1,617,531</u>	<u>2,505,472</u>
Cash and Cash Equivalents - Ending	<u><u>\$ 1,804,645</u></u>	<u><u>\$ 2,650,917</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Operating Income (Loss)	\$ (244,451)	\$ 129,459
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation	41,979	-
Change in Assets and Liabilities:		
(Increase) decrease in interfund receivables	-	(261)
Increase (decrease) in accounts payable	12,292	35,295
Increase (decrease) in interfund payable	104,745	203
Increase (decrease) in accrued wages payable	7,033	-
Increase (decrease) in payroll deductions and withholdings	3,541	-
Increase (decrease) in accrued expenses	-	(19,251)
Total Adjustments	<u>169,590</u>	<u>15,986</u>
Net Cash Provided by (Used for) Operating Activities	<u><u>\$ (74,861)</u></u>	<u><u>\$ 145,445</u></u>

BASTROP INDEPENDENT SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
For the Year Ended June 30, 2025

Exhibit E-1

	Private-Purpose Trust Fund Private Scholarship Trust	Custodial Fund Student Activity Fund
Assets		
Cash and cash equivalents	\$ -	\$ 41,268
Investments	269,380	-
Other receivables	-	2,120
Total Assets	<u>269,380</u>	<u>43,388</u>
Liabilities		
Accounts payable	-	862
Due to other funds	500	-
Total Liabilities	<u>500</u>	<u>862</u>
Net Position		
Held in trust	268,880	-
Restricted for other purposes	-	42,526
Total Net Position	<u>\$ 268,880</u>	<u>\$ 42,526</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
For the Year Ended June 30, 2025

Exhibit E-2

	Private-Purpose Trust Fund Private Scholarship Trust	Custodial Fund Student Activity Fund
Additions		
Investment income	\$ 12,288	\$ -
Student group fundraising activities	-	43,615
Total Additions	<u>12,288</u>	<u>43,615</u>
Deductions		
Scholarship awards	3,698	-
Student activities	-	51,354
Total Deductions	<u>3,698</u>	<u>51,354</u>
Change in fiduciary net position	8,590	(7,739)
Total Net Position July 1 (Beginning)	<u>260,290</u>	<u>50,265</u>
Total Net Position June 30 (Ending)	<u>\$ 268,880</u>	<u>\$ 42,526</u>



I. Summary Of Significant Accounting Policies

A. Reporting Entity

Bastrop Independent School District (the “District”) is a public educational agency operating under the applicable laws and regulations of the State of Texas (the “State”). It is governed by a seven-member Board of Trustees (the “Board”) elected by registered voters of the District. The District prepares its basic financial statements in conformity with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board (GASB), and it complies with the requirements of the appropriate version of Texas Education Agency’s (TEA) *Financial Accountability System Resource Guide* (the “Resource Guide”) and the requirements of contracts and grants of agencies from which it receives funds.

The District is an independent political subdivision of the State governed by a board elected by the public, and it has the authority to make decisions, appoint administrators and managers, and significantly influence operations, and is considered a primary government. As required by generally accepted accounting principles, these basic financial statements have been prepared based on considerations regarding the potential for inclusion of other entities, organizations, or functions as part of the District’s financial reporting entity. No other entities have been included in the District’s reporting entity. Additionally, as the District is considered a primary government for financial reporting purposes, its activities are not considered a part of any other governmental or other type of reporting entity.

B. Government-Wide Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support.

C. Basis of Presentation – Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporates data from the District’s enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the District’s business-type activities and other functions of the District. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

D. Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the District’s funds, including its fiduciary funds. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

I. Summary Of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements (continued)

The District reports the following governmental funds:

General Fund

The general fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The general fund is always considered a major fund for reporting purposes.

Debt Service Fund

The debt service fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest on all long-term debt of the District. The primary source of revenue for debt service is local property taxes. The debt service fund is considered a major fund for reporting purposes.

Capital Projects Funds

The capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlay, including the acquisition or construction of capital facilities and other capital assets. Bond Series 2021 and Bond Series 2023 funds are considered major funds for reporting purposes.

Special Revenue Funds

The special revenue funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specific purposes other than debt service or capital projects. The restricted proceeds of specific revenue sources comprise a substantial portion of the inflows of these special revenue funds. Most federal and some state financial assistance is accounted for in a special revenue fund.

Proprietary Funds

Proprietary funds are used to account for activities that are similar to those often found in the private sector. All assets, liabilities, equities, revenues, expenses, and transfers relating to the District's business-type activities are accounted for through proprietary funds. The measurement focus is on determination of net income, financial position, and cash flows. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues include charges for services. Operating expenses includes costs of material, contracts, personnel, and depreciation. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The proprietary fund types used by the District include the following:

Enterprise Funds

These funds are used to account for and report operations that are financed and operated in a manner similar to private business enterprises, where the intent of the District is that the cost (expenses including depreciation) of providing goods or services on a continuing basis will be financed or recovered primarily through user charges. These funds are reported as business-type activities in the government-wide financial statements.

I. Summary Of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements (continued)

Internal Service Funds

These funds are used to account for and report revenue and expenses related to services provided to parties inside the District on a cost-reimbursement basis. These funds account for the District's group health insurance benefits and workers' compensation risk management and print shop activity. Because the principal users of the internal service funds are the District's governmental activities, this fund type is included in the "Governmental Activities" column of the governmental-wide financial statements.

Fiduciary Funds

The fiduciary funds account for assets held by the District in a trustee capacity or as a custodian on behalf of others. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs.

The District has the following type of fiduciary funds:

Custodial Funds

The custodial funds report resources, not in a trust, that are held by the District for other parties outside of the District. Custodial funds are accounted for using the accrual basis of accounting. This fund is used to account for the District's student activity funds.

Private-Purpose Trust Funds

The private-purpose trust fund is used to report resources held in trust. The trust fund is accounted for using the accrual basis of accounting. This fund is used to account for the District's scholarship trust funds.

During the course of operations, the District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

I. Summary Of Significant Accounting Policies (continued)

E. Measurement Focus and Basis of Accounting (continued)

The government-wide, proprietary fund, and fiduciary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt services expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under leases are reported as other financing sources.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for the revenue source (within 60 days of year end). All other revenue items are considered measurable and available only when cash is received by the District.

F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

2. Investments

Investments, except for certain investment pools, commercial paper, money market funds, and investment contracts, are reported at fair value. The investment pools operate in accordance with appropriate state laws and regulations and are reported at amortized cost. Money market funds, which are short-term highly liquid debt instruments that may include U.S. Treasury and agency obligations and commercial paper that have a remaining maturity of one year or less upon acquisition, are reported at amortized cost. Investments in nonparticipating interest earning contracts, such as certificates of deposit, are reported at cost.

The District has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act, Chapter 2256, Texas Governmental Code. In summary, the District is authorized to invest in the following:

Direct obligations of the U.S. Government Fully collateralized certificates of deposit and money market accounts Government investment pools and commercial paper

I. Summary Of Significant Accounting Policies (continued)

F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

3. Inventories and Prepaid Items

The costs of governmental fund type inventories are recorded as expenditures when the related liability is incurred (i.e., the purchase method). Certain payments to vendors reflect costs applicable to the future accounting period (prepaid expenditures) are recognized as expenditures when utilized.

4. Restricted Assets

Certain proceeds of bonds, as well as other resources set aside for specific purposes, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants or contractual agreements.

5. Capital Assets

Capital assets, which include land, buildings, furniture, and equipment, are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. Major outlays for capital assets and improvements are capitalized as projects are constructed.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Property, plant, and equipment of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Asset Class	Years
Buildings	50
Building Improvements	20
Portables	25
Vehicles	2-15
Office Equipment	3-15
Computer Equipment	3-15
Right-to-use Assets	Lease term
Subscriptions	Subscription term

6. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time.

I. Summary Of Significant Accounting Policies (continued)

F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

6. Deferred Outflows/Inflows of Resources (continued)

Deferred outflows/inflows of resources are amortized as follows:

- Deferred outflows/inflows from pension/other postemployment benefits (OPEB) activities are amortized over the average of the expected service lives of pension/OPEB plan members, except for the net differences between the projected and actual investment earnings on the pension/OPEB plan assets, which are amortized over a period of five years
- For employer pension/OPEB plan contributions that were made subsequent to the measurement date through the end of the District's fiscal year, the amount is deferred and recognized as a reduction to the net pension/OPEB liability during the measurement period in which the contributions were made.
- A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

At the fund level, the District has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

7. Receivable and Payable Balances

The District believes that sufficient detail of receivable and payable balances is provided in the financial statements to avoid the obscuring of significant components by aggregation. Therefore, no disclosure is provided which disaggregates those balances.

There are no significant receivables which are not scheduled for collection within one year of year end.

8. Interfund Activity

Interfund activity results from loans, services provided, reimbursements, or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidations. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers in and transfers out are netted and presented as a single "Transfers" line on the government-wide Statement of Activities. Similarly, interfund receivables and payables are netted and presented as a single "Internal Balances" line of the government-wide Statement of Net Position.

9. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method, if material. Bonds payable are reported net of the applicable bond premium or discount.

I. Summary Of Significant Accounting Policies (continued)

F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

9. Long-Term Obligations (continued)

Long-term debt for governmental funds is not reported as a liability in the fund financial statements until due. The debt proceeds are reported as other financing sources, net of the applicable premium or discount and payment of principal and interest is reported as expenditures. In the governmental fund types, issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. However, claims and judgments paid from governmental funds are reported as a liability in the fund financial statements only for the portion expected to be financed from expendable, available financial resources.

The property tax rate is allocated each year between the general and debt service funds. The full amount estimated to be required for debt service on general obligation debt is provided by the tax along with the interest earned in the debt service fund.

10. Fund Balance Policies

Fund balances of governmental funds are reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

Amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact are classified as nonspendable fund balance. Amounts that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions are classified as restricted fund balance.

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The District's Board is the highest level of decision-making authority for the District that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed. The District's Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

11. Net Position Flow Assumption

Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

I. Summary Of Significant Accounting Policies (continued)

F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

12. Fund Balance Flow Assumptions

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

13. Estimates

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

14. Data Control Codes

The data control codes refer to the account code structure prescribed by TEA in the Resource Guide. The TEA requires school districts to display these codes in the financial statements filed with the TEA in order to ensure accuracy in building a statewide database for policy development and funding plans.

15. Pensions

The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities, and additions to/deductions from TRS's fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

16. Other Postemployment Benefits (OPEB)

The fiduciary net position of the Teacher Retirement System of Texas (TRS) TRS Care Plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities, and additions to/deductions from TRS Care's fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a pay-as you-go plan and all cash is held in a cash account.

I. Summary Of Significant Accounting Policies (continued)

F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

17. Leases

The District is a lessee for a noncancellable lease of equipment. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The District recognizes lease liabilities with an initial, individual value of \$100,000 or more.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight line basis over its useful life.

18. Subscription-Based Information Technology Arrangements

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided; the District generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability. Lease assets are reported with other capital assets and lease liabilities are reported with long-term liabilities on the statement of net position.

G. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

2. Property Taxes

All taxes due to the District on real or personal property are payable at the Office of the Tax Assessor-Collector and may be paid at any time after the tax rolls for the year have been completed and approved, which is no later than October 1. Taxes are due by January 31, and all taxes not paid prior to this date are deemed delinquent and are subject to such penalty and interest.

Property taxes attach as an enforceable lien on property as of January 1 each year. Taxes are levied on October 1 and are payable prior to the next February 1. District property tax revenues are recognized when collected.

I. Summary Of Significant Accounting Policies (continued)

H. Implementation of New Accounting Standards

GASB issued Statement No. 101, *Compensated Absences*, in June 2022. The primary objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. The requirements of this statement were implemented in fiscal year 2025 and did not have a material effect on the financial statements.

GASB issued Statement No. 102, *Certain Risk Disclosures*, in December 2023. The primary objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. The requirements of this statement were implemented in fiscal year 2025 and did not have a material effect on the financial statements.

II. Stewardship, Compliance, and Accountability

Annual budgets are adopted on a basis consistent with generally accepted accounting practices. The original budget is adopted by the District prior to the beginning of the year. The legal level of control is the function code stated in the approved budget. Appropriations lapse at the end of the year, excluding capital project budgets.

In accordance with State law and generally accepted accounting standards, the District prepares an annual budget for the general fund, the national school lunch and breakfast program special revenue fund, and the debt service fund. The District budgets the capital projects funds for each *project*, which normally covers multiple years. Special revenue funds have budgets approved by the funding agency and are amended throughout the year as required.

During the year, the District amended its budget as required by State law and to reflect current levels of revenue and anticipated expenditures. There were no material changes between the original budget and the final amended budget.

III. Detailed Notes on All Funds

A. Deposits and Investments

The District's funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with the District's agent bank approved pledged securities in an amount sufficient to protect District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation (FDIC) insurance.

1. Cash Deposits

At June 30, 2025, the carrying amount of the District's deposits (cash, certificates of deposit, and interest bearing savings accounts included in temporary investments) was \$12,431,513 and the bank balance was \$6,363,321. The District's cash deposits at June 30, 2025, were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

III. Detailed Notes on All Funds (continued)

2. Investments

The District is required by Government Code Chapter 2256, the Public Funds Investment Act (the “Act”), to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit.

The Act requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the basic financial statements disclosed that in the areas of investment practices, management reports, and establishment of appropriate policies, the District adhered to the requirements of the Act. Additionally, investment practices of the District were in accordance with local policies.

The Act determines the types of investments which are allowable for the District. These include, with certain restrictions: 1) obligations of the U.S. Treasury, U.S. agencies, and the State; 2) certificates of deposit; 3) certain municipal securities; 4) securities lending program; 5) repurchase agreements; 6) bankers’ acceptances; 7) mutual funds; 8) investment pools; 9) guaranteed investment contracts; and 10) commercial paper.

As of June 30, 2025, the District had the following investments:

	<u>Carrying Value</u>	<u>Rating</u>	<u>Weighted Average Maturity (Days)</u>
Cash and Deposits:			
Governmental Activities	\$ 10,585,600		
Business-type Activities	1,804,645		
Fiduciary Funds	<u>41,268</u>		
Total Cash and Deposits	<u>12,431,513</u>		
Investments			
Governmental Activities:			
TexPool Investment Pool	217,902,770	AAAm*	41
Lone Star Investment Pool	36,667,908	AAA*	28
Fiduciary Funds:			
TexPool Investment Pool	<u>269,380</u>	AAAm*	<u>41</u>
Total Investments	<u>254,840,058</u>		<u>39</u>
Total Cash and Investments	<u>\$ 267,271,571</u>		

Interest rate risk. In accordance with its investment policy, the District manages its exposure to declines in fair values by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations and invest operating funds primarily in short-term securities.

Credit risk. The District’s policy requires that investment pools must be rated no lower than ‘AAA’ or ‘AAAm’. Bankers’ acceptances must be issued in the United States and carry a rating of ‘A1’/‘P1’ as provided by two of the top nationally recognized rating agencies. As of June 30, 2025, the District’s investments in TexPool and LoneStar were rated ‘AAAm’ and ‘AAA’, respectively, by Standard & Poor’s.

Custodial credit risk – deposits. In the case of deposits, this is the risk that the District’s deposits may not be returned in the event of a bank failure. The District’s investment policy requires funds on deposit at the depository bank to be collateralized by securities. As of June 30, 2025, fair market values of pledged securities and FDIC coverage exceeded bank balances.

III. Detailed Notes on All Funds (continued)

2. Investments (continued)

Custodial credit risk – investments. For an investment, this is the risk that the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party in the event of the failure of the counterparty. The District's investment policy requires that it will seek to safekeep securities at financial institutions, avoiding physical possession. Further, all trades, where applicable, shall be conducted on a delivery versus payment basis or commercial book entry system as utilized by the Federal Reserve and shall be protected through the use of a third-party custody/safekeeping agent.

Detailed Notes on All Funds

TexPool

TexPool was established as a trust company with the Treasurer of the State as trustee, segregated from all other trustees, investments, and activities of the trust company. The State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The advisory board members review the investment policy and management fee structure. Finally, Standard and Poor's rates TexPool 'AAAm'. As a requirement to maintain the rating, weekly portfolio information must be submitted to Standard and Poor's, as well as to the office of the Comptroller of Public Accounts for review.

TexPool is an external investment pool measured at amortized cost. In order to meet the criteria to be recorded at amortized cost, TexPool must transact at a stable net asset value per share and maintain certain maturity, quality, liquidity, and diversification requirements within TexPool. TexPool transacts at a net asset value of \$1.00 per share, has weighted average maturities of 60 days or less, and weighted average lives of 120 days or less. Investments held are highly rated by nationally recognized statistical rating organizations, have no more than five percent of portfolio with one issuer (excluding U.S. government securities), and can meet reasonably foreseeable redemptions. TexPool has a redemption notice period of one day and may redeem daily. TexPool's authority may only impose restrictions on redemptions in the event of a general suspension of trading on major securities markets, general banking moratorium, or national state of emergency that affects TexPool's liquidity.

Lone Star

The Lone Star Investment Pool ("Lone Star") is a public funds investment pool created pursuant to the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. Lone Star is administered by First Public, a subsidiary of the Texas Association of School Boards, with Standish and American Beacon Advisors managing the investment and reinvestment of Lone Star's assets. State Street Bank provides custody and valuation services to Lone Star. All of the Board of Trustees' eleven members are Lone Star participants by either being employees or elected officials of a participant. Lone Star has established an advisory board composed of both Lone Star members and nonmembers. Lone Star is rated 'AAA' by Standard and Poor's and operated in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. The District is invested in the Government Overnight Fund of Lone Star which seeks to maintain a net asset value of \$1.00. Lone Star has 3 different funds: Government Overnight, Corporate Overnight, and Corporate Overnight Plus. Government Overnight, Corporate Overnight, and Corporate Overnight Plus maintain a net asset value of \$1.00.

III. Detailed Notes on All Funds (continued)

B. Capital Assets

A summary of changes in capital assets for governmental activities at year end is as follows:

	Beginning Balance, Restated	Additions	Transfers	Deletions	Ending Balance
Capital Assets, Not Being Depreciated/Amortized					
Land	\$ 12,158,825	\$ -	\$ -	\$ -	\$ 12,158,825
Construction in progress	51,015,723	121,076,855	(43,585,403)	-	128,507,175
Total Capital Assets, Not Being Depreciated/Amortized	63,174,548	121,076,855	(43,585,403)	-	140,666,000
Capital Assets, Being Depreciated/Amortized					
Buildings and improvements	307,057,745	19,087,838	43,585,403	-	369,730,986
Equipment and vehicles	14,112,251	8,728,184	-	-	22,840,435
Subscription assets	235,793	447,423	-	-	683,216
Right-to-use lease equipment	3,770,763	799,978	-	-	4,570,741
Total Capital Assets, Being Depreciated/Amortized	325,176,552	29,063,423	43,585,403	-	397,825,378
Less Accumulated Depreciation/Amortization					
Buildings and improvements	(95,349,095)	(7,650,866)	-	-	(102,999,961)
Equipment and vehicles	(7,285,785)	(1,511,798)	-	-	(8,797,583)
Subscription assets	(157,196)	(142,515)	-	-	(299,711)
Right-to-use lease	(1,120,225)	(910,247)	-	-	(2,030,472)
Total Accumulated Depreciation/Amortization	(103,912,301)	(10,215,426)	-	-	(114,127,727)
Governmental (Net) Capital Assets	\$ 284,438,799	\$ 139,924,852	\$ -	\$ -	\$ 424,363,651

Depreciation and amortization was charged to governmental functions as follows:

Function	Depreciation/ Amortization Expense
Instruction	\$ 4,281,943
Instructional resources and media services	124,979
Curriculum and staff development	9,623
Instructional leadership	8,556
School leadership	491,494
Guidance, counseling and evaluation services	201,549
Computers, computer-related equipment, and student information protection	18,575
Health services	85,131
Student transportation	38,257
Food Services	461,815
Extracurricular activities	1,496,736
General administration	26,270
Facilities maintenance and operations	296,860
Security and monitoring services	158,563
Data processing services	1,067,011
Community services	7,881
Facilities repairs and maintenance	1,440,183
Total Depreciation Expense - Governmental Activities	\$ 10,215,426

III. Detailed Notes on All Funds (continued)

B. Capital Assets (continued)

A summary of changes in capital assets for business-type activities at year end is as follows:

	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
Capital Assets, Being Depreciated/Amortized					
Buildings and improvements	\$ 1,084,024	\$ -	\$ -	\$ -	\$ 1,084,024
Total Capital Assets, Being Depreciated/Amortized	<u>1,084,024</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,084,024</u>
Less Accumulated Depreciation/Amortization					
Buildings and improvements	(74,607)	(41,978)	-	-	(116,585)
Total Accumulated Depreciation/Amortization	<u>(74,607)</u>	<u>(41,978)</u>	<u>-</u>	<u>-</u>	<u>(116,585)</u>
Governmental (Net) Capital Assets	<u>\$ 1,009,417</u>	<u>\$ (41,978)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 967,439</u>

Depreciation expense totaling \$41,978 was charged for business-type activities.

The District's net investment in capital assets calculation is shown below and is presented on the Statement of Net Position.

Capital Assets, Net of Depreciation/Amortization	\$ 424,363,651
Less:	
General obligation bonds	(464,870,000)
Premiums	(44,660,407)
Leases and SBITAs	(2,958,029)
Capital-related payables	(25,510,706)
Plus:	
Deferred charge on refunding	1,823,577
Unspent bond proceeds	189,319,701
Net Investment in Capital Assets Per Exhibit A-1	<u>\$ 77,507,787</u>

Construction Commitments

The District has active construction projects as of June 30, 2025. At year end, the District's commitments with contractors are as follows:

	Construction in Progress	Remaining Commitment
Bastrop High School	\$ 3,751,111	\$ 33,344,045
Cedar Creek High School	13,932,569	9,946,469
CRCA	-	1,171,800
Gateway	28,701	826,901
Bastrop Middle School	3,953,749	6,070,562
Mina	7,885,892	22,014,012
Bastrop Intermediate/Riverside MS	26,392,353	15,847,919
Cedar Creek Middle School	3,743,910	6,115,072
Cedar Creek Intermediate/Creekside MS	22,793,190	18,131,116
ES #9/Adelton Elem	37,311,481	8,286,726
ES #10	741,626	42,805,374
Police/Ops	7,972,591	12,514,184
	<u>\$ 128,507,175</u>	<u>\$ 177,074,178</u>

III. Detailed Notes on All Funds (continued)

C. Long-Term Debt

The following is a summary of changes in the District's total governmental long-term liabilities for the year. In general, the District uses the debt service fund to liquidate governmental long-term liabilities.

	Balance July 1, 2024	Additions	Retirements	Balance June 30, 2025	Due Within One Year
Refunding, Series 2012	\$ 970,000	\$ -	\$ (970,000)	\$ -	\$ -
Refunding, Series 2013A	7,745,000	-	(6,755,000)	990,000	350,000
Refunding, Series 2014	4,745,000	-	(4,745,000)	-	-
Refunding, Series 2015	43,485,000	-	(43,485,000)	-	-
Refunding, Series 2015A	19,600,083	-	(18,975,083)	625,000	625,000
Refunding, Series 2016	8,155,000	-	-	8,155,000	-
Refunding, Series 2017	17,045,000	-	(815,000)	16,230,000	895,000
Building, Series 2021	154,265,000	-	(3,635,000)	150,630,000	3,645,000
Refunding, Series 2021A	9,560,000	-	(3,085,000)	6,475,000	3,175,000
Building, Series 2023	214,350,000	-	(3,035,000)	211,315,000	4,790,000
Refunding, Series 2024	-	71,430,000	(980,000)	70,450,000	-
Total Bonds Payable	479,920,083	71,430,000	(86,480,083)	464,870,000	13,480,000
Issuance premium/discount	48,903,367	9,246,884	(13,489,844)	44,660,407	-
Accreted interest	8,936,014	-	(8,936,014)	-	-
Arbitrage liability	-	10,705,538	-	10,705,538	-
Lease Payable	2,607,952	799,978	(839,810)	2,568,120	907,574
SBITAs Payable	-	447,423	(57,514)	389,909	59,527
Net pension liability	44,530,700	-	(891,221)	43,639,479	-
Net OPEB liability	19,219,645	8,049,622	-	27,269,267	-
Total Long-Term Liabilities	\$ 604,117,761	\$ 100,679,445	\$ (110,694,486)	\$ 594,102,720	\$ 14,447,101

Bonded indebtedness of the District reflected in the general long-term debt and current requirements for principal and interest expenditures are accounted for in the debt service fund. These bonds were issued as school building bonds and refunding bonds. Interest rates on Series 2012 bonds are 1.75% to 3.25; Series 2013A bonds are 2.00% to 3.50%; Series 2014 bonds are 2.00% to 4.00%; Series 2015 bonds are 2.00% to 5.00%; Series 2015A bonds are 1.45% to 5.00%; Series 2016 bonds are 4.00%; Series 2017 bonds are 4.00% to 5.00%; Series 2021 3.00% to 5.00%; Series 2021A are 4.00%; Series 2023 are 5.00%, and Series 2024 are 5.00%. Interest expense was \$20,173,230 for the year ended June 30, 2025.

The annual requirements to amortize debt issues outstanding at year end were as follows:

Year Ending June 30,	Principal	Interest	Total
2026	\$ 13,480,000	\$ 21,118,238	\$ 34,598,238
2027	10,870,000	19,670,513	30,540,513
2028	11,915,000	19,118,813	31,033,813
2029	12,515,000	18,574,563	31,089,563
2030	13,145,000	17,959,463	31,104,463
2031-2035	75,680,000	79,932,182	155,612,182
2036-2040	80,700,000	62,642,113	143,342,113
2041-2045	91,170,000	44,212,413	135,382,413
2046-2050	101,835,000	24,917,775	126,752,775
2051-2055	53,560,000	4,774,488	58,334,488
	\$ 464,870,000	\$ 312,920,561	\$ 777,790,561

III. Detailed Notes on All Funds (continued)

C. Long-Term Debt (continued)

In the current fiscal year, the District issued \$71,430,000 in Refunding Bonds, Series 2024 at an interest rate of 5% with a maturity date of 2040. Proceeds from the sale of the bonds will be used for the repayment of Series 2013, 2014, and 2015 bonds. The Series 2024 Refunding bonds produced savings of \$3,404,206. The debt service of bonds refunded under the Series 2024 Refunding totaled \$118,057,269 compared to \$99,968,567 and were issued at a premium of \$9,246,884. A deferred loss on refunding of \$340,271 was recorded in relation to the refunding.

Lease Payable

Lease agreements of the District are reflected in the general long-term debt and current requirements for principal and interest expenditures are accounted for in the general fund. The District approved the lease agreements at interest rates of 4.80% to 5.545% for portables, 4.45% for camera leases, 4.450% for wireless displays, 0.21212% for computers, 5% for WebEx equipment, 3.5% for MicroShare, and 2.115% for copiers. Interest expense was \$102,307 for the year ended June 30, 2025.

Commitments under lease agreements for facilities and equipment provide for minimum future lease payments as of June 30, 2025 as follows:

Year Ending June 30,	Principal	Interest	Total
2026	\$ 907,574	\$ 86,096	\$ 993,670
2027	897,665	51,046	948,711
2028	527,539	71,375	598,914
2029	235,342	5,573	240,915
	<u>\$ 2,568,120</u>	<u>\$ 214,090</u>	<u>\$ 2,782,210</u>

SBITAs Payable

Subscription based IT agreements of the District are reflected in the general long-term debt and current requirements for principal and interest expenditures are accounted for in the general fund. The District approved the SBITA agreements at interest rates of 3.5%. Interest expense was \$15,660 for the year ended June 30, 2025.

Commitments under SBITA agreements provide for minimum future lease payments as of June 30, 2025 as follows:

Year Ending June 30,	Principal	Interest	Total
2026	\$ 59,527	\$ 13,647	\$ 73,174
2027	61,610	11,563	73,173
2028	63,766	9,407	73,173
2029	65,998	7,175	73,173
2030	68,308	4,865	73,173
2031	70,700	2,474	73,174
	<u>\$ 389,909</u>	<u>\$ 49,131</u>	<u>\$ 439,040</u>

III. Detailed Notes on All Funds (continued)

D. Interfund Transactions

The interfund balances and transfers at June 30, 2025 were as follows:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General	\$ 6,830,909	\$ 762,125
Debt service	-	4,500
Capital Projects 2021	-	413
Capital Projects 2023	-	1,237
Non-major governmental	-	5,946,868
Business-type	-	115,766
	<u>\$ 6,830,909</u>	<u>\$ 6,830,909</u>

Amounts recorded as due to/from are considered to be temporary loans and will be repaid during the following year.

<u>Transfers Out</u>	<u>Transfers In</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Employee Child Care	\$ 260,205	Net Loss

E. Fund Balance

At June 30, 2025, fund balance was committed and assigned in the District's governmental funds for the following purposes:

	<u>General Fund</u>	<u>Campus Activity Fund</u>
Committed Fund Balance:		
Construction, repairs, renovation	\$ 1,810,919	\$ -
Claims and judgments	100,000	-
Capital expenditures for equipment	750,000	-
Campus activity funds	-	911,168
	<u>\$ 2,660,919</u>	<u>\$ 911,168</u>
Assigned Fund Balance:		
Economic stabilization	\$ 7,102,000	\$ -
Major maintenance and repairs	4,000,000	-
	<u>\$ 11,102,000</u>	<u>\$ -</u>

IV. Other Information

A. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the District purchases commercial insurance. The District has not significantly reduced insurance coverage or had settlements which exceeded coverage amounts for the past three years.

B. Contingent Liabilities

Grants

Amounts received or receivable from granting agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount of expenditures which may be disallowed by the grantor cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

Claims and Judgments

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts, and other economic and social factors. No claim liabilities are reported at year end.

Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions consisting of complex regulations with respect to issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years for applicable bond issues. Accordingly, there is the risk that if such calculations are not performed, or not performed correctly, it could result in a substantial liability to the District. The District has engaged an arbitrage consultant to perform the calculations in accordance with IRS rules and regulations. At June 30, 2025 the District had \$10,705,538 recorded in arbitrage liabilities.

C. Defined Benefit Pension Plan

Teacher Retirement System

Plan Description

The District participates in a multiple-employer, cost-sharing, defined benefit pension plan that has a special funding situation. The plan is administered by the Teacher Retirement System of Texas (TRS). It is a defined benefit pension plan established and administered in accordance with the Texas Constitution, Article XVI, Section 67 and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

All employees of public, state-supported educational institutions in Texas who are employed for one-half or more of the standard work load and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by TRS.

IV. Other Information

C. Defined Benefit Pension Plan (continued)

Pension Plan Fiduciary Net Position

Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately issued Annual Comprehensive Financial Report that includes financial statements and Required Supplementary Information. That report may be obtained on the Internet at https://www.trs.texas.gov/Pages/about_publications.aspx; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Benefits Provided

TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in the State. The pension formula is calculated using 2.3% (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, the three highest annual salaries are used. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered in under a previous rule. There are no automatic postemployment benefit changes, including automatic cost-of-living adjustments (COLAs). Ad hoc postemployment benefit changes, including ad hoc COLAs, can be granted by the Texas Legislature as noted in the Plan Description above.

Texas Government Code section 821.006 prohibits benefit improvement, if, as a result of the particular action, the time required to amortize TRS unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. Actuarial implications of the funding provided in this manner are determined by TRS's actuary.

Contributions

Contribution requirements are established or amended pursuant to Article 16, section 67 of the Texas Constitution which requires the Texas Legislature to establish a member contribution rate of not less than 6% of the member's annual compensation and a state contribution rate of not less than 6% and not more than 10% of the aggregate annual compensation paid to members of TRS during the fiscal year.

Employee contribution rates are set in state statute, Texas Government Code 825.402. Senate Bill 12 of the 86th Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2019 through 2025.

	Contribution Rates	
	September 1, 2024 to August 31, 2025	July 1, 2024 to August 31, 2024
Member (Employee)	8.25%	8.25%
Non-employer contributing agency (State)	8.25%	8.25%
District	8.25%	8.25%

IV. Other Information

C. Defined Benefit Pension Plan (continued)

Contributions (continued)

Contributors to TRS include members, employers, and the State as the only nonemployer contributing entity (NECE). The State is the employer for senior colleges, medical schools, and state agencies, including TRS. In each respective role, the State contributes to TRS in accordance with state statutes and the General Appropriations Act (GAA).

	Current Fiscal Year Contributions
Employer (District)	\$ 3,843,930
Employee (Member)	7,421,341
Non-employer Contributing Entity	
On-behalf Contributions (State)	5,087,394

As the non-employer contributing entity for public education and junior colleges, the State of Texas contributes to the retirement system an amount equal to the current employer contribution rate, times the aggregate annual compensation of all participating members of the pension trust fund during that fiscal year, reduced by the amounts described below which are paid by the employers. Employers (public school, junior college, other entities, or the State of Texas as the employer for senior universities and medical schools) are required to pay the employer contribution rate in the following instances:

- On the portion of the member's salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member's first 90 days of employment.
- When any part or all of an employee's salary is paid by federal funding sources, a privately sponsored source, from non-educational and general, or local funds.
- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

In addition to the employer contributions listed above, there are two additional surcharges to which an employer is subject:

- All public schools, charter schools, and regional educational service centers must contribute 1.9 percent of the member's salary beginning in fiscal year 2024, gradually increasing to 2 percent in fiscal year 2025.
- When employing a retiree of the Teacher Retirement System, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.

IV. Other Information

C. Defined Benefit Pension Plan (continued)

Actuarial Assumptions

The total pension liability (TPL) in the August 31, 2023 actuarial valuation was determined using the following actuarial assumptions:

Actuarial Assumptions

Valuation Date	August 31, 2023, rolled forward to August 31, 2024
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Fair Value
Single Discount Rate	7.00%
Long-term expected Investment Rate of Return	7.00%
Municipal Bond Rate as of August 2024	3.87% - The source for the rate is the Bond Buyers 20 Index which represents the estimated yield of a portfolio of 20 general obligation bonds maturing in 20 years based on a survey of municipal bond traders.
Last year ending August 31 in Projection Period (100 years)	2123
Inflation	2.30%
Salary Increases	2.95% to 8.95% including inflation
Benefit Changes During the Year	None
Ad hoc post-employment benefit changes	None

* Source for the rate is the Fixed Income Market Data/Yield Curve/Data Municipal Bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index".

The actuarial methods and assumptions are primarily based on a study of actual experience for the four year period ending August 31, 2021 and adopted in July 2022.

The actuarial methods and assumptions are used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2023. For a full description of these assumptions please see the actuarial valuation report dated November 21, 2023.

Discount Rate

A single discount rate of 7.00% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.00%. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 9.54% of payroll in fiscal year 2025 and thereafter. This includes all employer and state contributions for active and rehired retirees.

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefits payment of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

IV. Other Information

C. Defined Benefit Pension Plan (continued)

Discount Rate (continued)

The long-term expected rate of return on TRS investments is 7.00%. The long-term expected rate of return on TRS investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of geometric real rates of return for each major asset class included in TRS' target asset allocation as of August 31, 2023 are summarized below:

Asset Class	Target Allocation²	Long-Term Expected Geometric Real Rate of Return³	Expected Contribution to Long-Term Portfolio Returns
Global Equity			
USA	18.00%	4.40%	1.00%
Non-U.S. Developed	13.00%	4.20%	0.80%
Emerging Markets	9.00%	5.20%	0.70%
Private Equity ¹	14.00%	6.70%	1.20%
Stable Value			
Government Bonds	16.00%	1.90%	0.40%
Absolute Return ¹	0.00%	4.00%	0.00%
Stable Value Hedge Funds	5.00%	3.00%	0.20%
Real Return			
Real Estate	15.00%	6.60%	1.20%
Energy, Natural Resources & Infrastructure	6.00%	5.60%	0.40%
Commodities	0.00%	2.50%	0.00%
Risk Parity	8.00%	4.00%	0.40%
Asset Allocation Leverage			
Cash	2.00%	1.00%	0.00%
Asset Allocation Leverage	-6.00%	1.30%	-0.10%
Inflation Expectation			2.40%
Volatility Drag ⁴			-0.70%
Expected Return	100.00%		7.90%

¹ Absolute Return includes Credit Sensitive Investments.

² Target allocations are based on the fiscal year 2024 policy model.

³ Capital Market Assumptions (CMA) come from 2024 AAA Study CMA Survey (as of 12/31/2023)

⁴ The volatility drag results from the conversion between arithmetic and geometric mean returns.

IV. Other Information

C. Defined Benefit Pension Plan (continued)

Discount Rate Sensitivity Analysis

The following table presents the net pension liability of the plan using the discount rate of 7.00%, and what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current rate.

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
District's proportional share of the net pension liability	\$ 69,703,305	\$ 43,639,479	\$ 22,043,746

Pension Liability, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions

On June 30, 2025, the District reported a liability of \$43,639,479 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the collective net pension liability	\$ 43,639,479
State's proportionate share that is associated with the District	51,546,864
Total	<u>\$ 95,186,343</u>

The net pension liability was measured as of August 31, 2023 and rolled forward to August 31, 2024 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2023 thru August 31, 2024.

At the measurement year ended August 31, 2024, the District's proportion of the collective net pension liability was 0.0714%, which was an increase of 0.0066% from its proportion measured as of August 31, 2023.

Changes Since the Prior Actuarial Valuation

The actuarial assumptions and methods are the same as used in the determination of the prior year's net pension liability.

The Texas 2023 Legislature passed legislation that provides a one-time stipend to certain retired teachers. The stipend was paid to retirees beginning in September of 2023. The Legislature appropriated funds to pay for this one-time stipend so there will be no impact on the net pension liability of TRS. In addition, the Legislature also provided for a cost of living adjustment (COLA) to retirees which was approved during the November 2023 election which will be paid in January 2024. Therefore, this contingent liability was not reflected as of August 31, 2023.

IV. Other Information

C. Defined Benefit Pension Plan (continued)

Changes of Benefit Terms Since the Prior Measurement Date

For the year ended June 30, 2025, the District recognized pension expense of \$7,852,473. The District also recognized on-behalf pension expense and revenue of \$6,160,712 for support provided by the State.

On June 30, 2025, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 2,405,349	\$ (340,716)
Changes of assumption	2,253,200	(302,077)
Net difference between projected and actual earnings on pension plan investments	265,269	-
Changes in proportion and differences between District contributions and proportionate share of contributions	6,511,970	(320,577)
District contributions subsequent to the measurement date of the net pension liability	3,227,046	-
Total	\$ 14,662,834	\$ (963,370)

The deferred outflows of resources resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. The net amounts of the employer's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30	Amount
2026	\$ 1,798,045
2027	6,324,839
2028	1,914,776
2029	(106,533)
2030	541,289
Thereafter	2
	\$ 10,472,418

The District will continue to make the required pension contributions based on the statutorily determined rates established by the Teacher Retirement System of Texas (TRS). TRS will apply the District's contributions to the Net Pension Liability on an annual basis. The contributions are paid by the funds that pay the employees' salaries. These funding sources include the General Fund and Special Revenue funds.

D. Defined Other Postemployment Benefits Plan

Plan Description

The District participates in the Texas Public School Retired Employees Group Insurance Program (TRS- Care). It is a multiple-employer, cost-sharing defined Other Post-Employment Benefit (OPEB) plan that has a special funding situation. The TRS-Care program was established in 1986 by the Texas Legislature.

IV. Other Information

D. Defined Other Postemployment Benefits Plan (continued)

Plan Description (continued)

The TRS Board of Trustees administers the TRS-Care program and the related fund in accordance with Texas Insurance Code Chapter 1575. The Board of Trustees is granted the authority to establish basic and optional group insurance coverage for participants as well as to amend benefit terms as needed under Chapter 1575.052. The Board may adopt rules, plans, procedures, and orders reasonably necessary to administer the program, including minimum benefits and financing standards.

OPEB Plan Fiduciary Net Position

Detail information about the TRS-Care's fiduciary net position is available in the separately issued TRS Annual Comprehensive Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at http://www.trs.texas.gov/Pages/about_publications.aspx, by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Benefits Provided

TRS-Care provides health insurance coverage to retirees from public schools, charter schools, regional education service centers and other educational districts who are members of the TRS pension plan. Optional dependent coverage is available for an additional fee.

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. There are no automatic post-employment benefit changes; including automatic COLAs.

The premium rates for retirees are reflected in the following table:

	TRS-Care Monthly Premium Rates	
	Medicare	Non-Medicare
Retiree*	\$ 135	\$ 200
Retiree and Spouse	529	689
Retiree* and Children	468	408
Retiree and Family	1,020	999
*or surviving spouse		

Contribution rates for the TRS-Care plan are established in state statute by the Texas Legislature, and there is no continuing obligation to provide benefits beyond each fiscal year. The TRS-Care plan is currently funded on a pay-as-you-go basis and is subject to change based on available funding. Funding for TRS-Care is provided by retiree premium contributions and contributions from the state, active employees, and participating employers based on active employee compensation. The TRS Board of trustees does not have the authority to set or amend contribution rates.

IV. Other Information

D. Defined Other Postemployment Benefits Plan (continued)

Contributions

Texas Insurance Code, section 1575.202 establishes the state's contribution rate which is 1.25% of the employee's salary. Section 1575.203 establishes the active employee's rate which is 0.65% of salary. Section 1575.204 establishes a public school contribution rate of not less than 0.25% or not more than 0.75% of the salary of each active employee of the employer. The actual public school contribution rate is prescribed by the Legislature in the General Appropriations Act, which is 0.75% of each active employee's pay for fiscal year 2023. The following table shows contributions to the TRS-Care plan by type of contributor.

	Contribution Rates	
	Measurement Year	
	September 1, 2024 to August 31, 2025	September 1, 2023 to August 31, 2024
Member	0.65%	0.65%
Non-employer contributing agency	1.25%	1.25%
Employers	0.75%	0.75%
Federal/private funding	1.25%	1.25%

Contributors to the plan include members, employers and the State of Texas as the only non-employer contributing entity. The State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA). Contributions for all contributors were as follows:

	Current Fiscal Year
	Contributions
Employer (District)	\$ 778,637
Employee (Member)	584,564
Non-employer Contributing Entity	
On-behalf Contributions (State)	1,724,472

In addition to the employer contributions listed above, there is an additional surcharge all TRS employers are subject to (regardless of whether or not they participate in the TRS-Care OPEB program). When hiring a TRS retiree, employers are required to pay TRS-Care, a monthly surcharge of \$535 per retiree.

TRS-Care received supplemental appropriations from the State of Texas as the Non-Employer Contributing Entity in the amount of \$21.3 million in fiscal year 2023 provided by Rider 14 of the Senate Bill GAA of the 87th Legislature. These amounts were re-appropriated from amounts received by the pension and TRS-Care funds in excess of the state's actual obligation and then transferred to TRS-Care.

IV. Other Information

D. Defined Other Postemployment Benefits Plan (continued)

Actuarial Assumptions

The actuarial valuation was performed as of August 31, 2023. Update procedures were used to roll forward the total OPEB liability to August 31, 2024. The actuarial valuation was determined using the following actuarial assumptions:

Component	Result
Valuation Date	August 31, 2023, rolled forward to August 31, 2024
Actuarial Cost Method	Individual Entry Age Normal
Inflation	2.30%
Single Discount Rate*	3.87% as of August 31, 2024
Aging Factors	Based on the Society of Actuaries' 2013 Study "Health Care Costs - From Birth to Death"
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Projected Salary Increases	2.95% to 8.95%, including inflation
Healthcare Trend Rates	The initial medical trend rates were 6.75% for Medicare retirees and 7.00% for non-Medicare retirees. The initial prescription drug trend was 7.25% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.25% over a period of 11 years.
Election Rates	Normal Retirement: 62% participation rate prior to age 65 and 25% participation rate after age 65.
Ad hoc post-employment benefit changes	Pre-65 retirees: 30% of pre-65 retirees are assumed to discontinue coverage at age 65. None

The actuarial valuation of the OPEB plan offered through TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. The demographic assumptions were updated based on the experience study performed for TRS for the period ending August 31, 2021.

The following assumptions and other inputs used for members of TRS-Care are based on an established pattern of practice and are identical to the assumptions used in the TRS pension actuarial valuation: (a) Rates of Mortality, (b) Rates of Retirement, (c) Rates of Termination, (d) Rates of Disability, (e) General Inflation, and (f) Wage Inflation.

The active mortality rates were based on PUB(2010), Amount-Weighted, Below-Median Income, Teacher male and female tables (with a two-year set forward for males). The post-retirement mortality rates for healthy lives were based on the 2021 TRS of Texas Healthy Pensioner Mortality Tables. The rates were projected on a fully generational basis using the ultimate improvement rates from mortality projection scale MP-2021.

Discount Rate

A single discount rate of 3.87 percent was used to measure the total OPEB liability. There was a decrease of 0.26 percent in the discount rate since the previous year. Since the plan is a pay-as-you-go plan, the single discount rate is equal to the prevailing municipal bond rate.

The source for the rate is the Fixed Income Municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in the Fidelity "20-Year Municipal GO AA Index", as of August 31, 2024.

IV. Other Information

E. Defined Benefit Pension Plan

Sensitivity of the Net OPEB Liability

Discount Rate – The following schedule shows the impact of the net OPEB liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (3.87%) in measuring the net OPEB liability.

	Discount Rate		
	1% Decrease	Current Rate	1% Increase
	2.87%	3.87%	4.87%
District's proportional share of the net OPEB liability	\$ 32,397,164	\$ 27,269,267	\$ 23,125,850

Healthcare Cost Trend Rates – The following schedule shows the impact of the net OPEB liability if a healthcare trend rate that is 1% less than and 1% greater than the health trend rates assumed.

	Healthcare Cost Trend Rate		
	1% Decrease	Current Rate	1% Increase
District's proportional share of the net OPEB liability	\$ 22,206,770	\$ 27,269,267	\$ 33,866,206

OPEB Liability, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB

On June 30, 2025, the District reported a liability of \$27,269,267 for its proportionate share of TRS-Care's net OPEB liability. This liability reflects a reduction for State OPEB support provided to the District. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the collective Net OPEB Liability	\$ 27,269,267
State's proportionate share that is associated with (employer)	34,168,022
Total	<u><u>\$ 61,437,289</u></u>

The net OPEB liability was measured as of August 31, 2023 and rolled forward to August 31, 2024 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability was based on the District's contributions to TRS-Care relative to the contributions of all employers to TRS-Care for the period September 1, 2023 through August 31, 2024.

On June 30, 2025, the employer's proportion of the collective net OPEB liability was 0.0898%, compared to 0.0868% as of June 30, 2024.

Changes Since the Prior Actuarial Valuation

The following were changes to the actuarial assumptions or other inputs that affected measurement of the Total OPEB liability (TOL) since the prior measurement period:

- The single discount rate changed from 4.13% as of August 31, 2023 to 3.87% as of August 31, 2024, additionally, the tables used to model the impact of aging on the underlying claims were revised.

IV. Other Information

E. Defined Benefit Pension Plan (continued)

Changes of Benefit Terms Since the Prior Measurement Date

There were no changes in benefit terms since the prior measurement date.

For the year ended June 30, 2025, the District recognized negative OPEB expense of \$1,993,851. The District also recognized negative on-behalf OPEB expense and revenue of \$4,441,212 for support provided by the State.

On June 30, 2025, the District reported its proportionate share of TRS-Care's deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 5,226,603	\$ (13,608,843)
Changes of assumption	3,490,144	(8,897,646)
Net difference between projected and actual earnings on OPEB plan investments	-	(76,362)
Changes in proportion and differences between District contributions and proportionate share of contributions	7,608,571	(2,480)
District contributions subsequent to the measurement date	651,615	-
Total	<u>\$ 16,976,933</u>	<u>\$ (22,585,331)</u>

The deferred outflows of resources resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. The net amounts of the employer's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,	OPEB Expense Amount
2026	\$ (2,701,797)
2027	(1,464,254)
2028	(1,855,186)
2029	(1,465,360)
2030	(422,009)
Thereafter	1,648,593
	<u>\$ (6,260,013)</u>

The District will continue to make the required OPEB contributions based on the statutorily determined rates established by the Teacher Retirement System of Texas (TRS). TRS will apply the District's contributions to the Net OPEB Liability on an annual basis. The contributions are paid by the funds that pay the employees' salaries. These funding sources include the General Fund and Special Revenue funds.

Medicare Part D Subsidies

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, which was effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for TRS-Care to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. For the fiscal years ended June 30, 2025, 2024, and 2023, the subsidy payments received by TRS-Care on behalf of the District were \$660,282, \$510,091, and \$426,639, respectively.

IV. Other Information

F. Employee Health Care Coverage

During the year ended June 30, 2025, employees of the District were covered by a health insurance plan (the "Plan"). The District paid premiums of \$376 or \$364 per month per employee to the Plan. Employees, at their option, authorized payroll withholdings to pay premiums for dependents. All premiums were paid to a licensed insurer. The Plan was authorized by Article 3.51-2, Texas Insurance Code and was documented by contractual agreement. The contract between the District and the insurer is renewable September 1, 2025 and terms of coverage and premiums costs are included in the contractual provisions.

G. Shared Service Arrangements

Fiscal Agent

The District is the fiscal agent for a shared service arrangement (SSA), Innovative Services for Student with Autism, which provides services to the member district, McDade Independent School District. All services are provided by the fiscal agent. The member district will provide the funds to the fiscal agent. According to guidance provided in TEA's Resource Guide, the District has accounted for the fiscal agent's activities of the SSA in a special revenue fund and will be accounted for using Model 3 in the SSA section of the Resource Guide.

Membership

The District participates in a shared services arrangement (SSA) for the education of migratory students funded under the Title I, Part C, Migrant Education program. The District neither has a joint ownership interest in fixed assets purchased by the fiscal agent, Education Service Center Region XIII, nor does the District have a net equity interest in the fiscal agent. The fiscal agent is neither accumulating significant resources nor fiscal exigencies that would give rise to a future additional benefit or burden to the District. The fiscal agent is responsible for part of the financial activities of the SSA.

H. Restatement

During the year, management discovered expenses that were not properly capitalized as assets in prior years causing a restatement in the beginning net position in the amount of \$5,184,675.

I. Subsequent Events

In August 2025, the District issued \$86,120,000 in Unlimited Tax School Building Bonds, Series 2025 with an interest rate of 5.00%. The proceeds are to be used for the construction, renovation, acquisition and equipment of school buildings. The bonds were issued at a premium in the amount of \$4,044,124.80 and mature in fiscal year 2053.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures required by the Governmental Accounting Standards Board but not considered a part of the basic financial statements.

BASTROP INDEPENDENT SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Year Ended June 30, 2025

Exhibit G-1

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
Revenues				
Local and intermediate sources	\$ 58,562,267	\$ 60,565,847	\$ 60,500,196	\$ (65,651)
State program revenues	70,568,265	71,633,710	74,748,740	3,115,030
Federal program revenues	1,805,000	2,140,770	2,768,439	627,669
Total Revenues	130,935,532	134,340,327	138,017,375	3,677,048
Expenditures				
Current:				
Instruction	75,640,286	74,382,624	73,211,781	1,170,843
Instructional resources and media services	1,102,207	1,102,582	1,025,799	76,783
Curriculum and staff development	1,906,477	1,802,620	1,440,972	361,648
Instructional leadership	1,941,292	1,919,031	1,540,835	378,196
School leadership	7,918,428	8,438,676	7,977,350	461,326
Guidance, counseling and evaluation services	4,954,157	4,698,719	4,680,325	18,394
Social work services	723,667	719,167	311,064	408,103
Health services	1,496,542	1,549,444	1,226,091	323,353
Student transportation	8,188,000	10,422,540	10,017,691	404,849
Extracurricular activities	4,302,586	4,680,391	5,002,524	(322,133)
General administration	3,933,331	4,332,666	3,785,900	546,766
Facilities maintenance and operations	11,551,268	11,670,631	11,546,493	124,138
Security and monitoring services	2,786,888	2,981,156	3,543,151	(561,995)
Data processing services	1,530,922	2,080,442	1,857,706	222,736
Community services	235,627	235,777	8,578	227,199
Debt Service:				
Principal on long-term debt	985,000	985,000	1,905,965	(920,965)
Interest on long-term debt	64,500	64,500	45,571	18,929
Capital outlay:				
Facilities acquisition and construction	-	1,000	1,000	-
Intergovernmental:				
Payments to Member Districts of SSA	526,220	435,511	-	435,511
Payments to Juvenile Justice Alternative Ed. Program	-	90,709	95,520	(4,811)
Other intergovernmental charges	1,140,454	1,600,454	1,584,579	15,875
Total Expenditures	130,927,852	134,193,640	130,808,895	3,384,745
Excess (deficiency) of revenues over expenditures	7,680	146,687	7,208,480	7,061,793
Other Financing Sources (Uses)				
Issuance of debt - leases	-	-	541,814	(541,814)
Other resources - proceeds from SBITAs	-	-	447,423	(447,423)
Transfers out	-	-	(260,205)	(260,205)
Total Other Financing Sources (Uses)	-	-	729,032	(1,249,442)
Net change in fund balances	7,680	146,687	7,937,512	5,812,351
Fund Balances - Beginning	42,844,909	42,844,909	42,844,909	-
Fund Balances - Ending	\$ 42,852,589	\$ 42,991,596	\$ 50,782,421	\$ 5,812,351

Notes to the Required Supplementary Information:

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
2. For the year ended June 30, 2025, expenditures exceeded appropriations in the following functions:
 - a. 36 – Extracurricular activities \$322,133
 - b. 52 – Security and monitoring services \$561,995
 - c. 71 – Principal on long-term debt \$920,965
 - d. 95 – Juvenile Justice \$4,811

BASTROP INDEPENDENT SCHOOL DISTRICT
Exhibit G-2
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
Teacher Retirement System of Texas
Last Ten Measurement Years

	2024	2023	2022	2021	2020
District's proportion of the net pension liability	0.0714415%	0.0648282%	0.0573780%	0.0547625%	0.0499455%
District's proportionate share of the net pension liability	\$ 43,639,479	\$ 44,530,700	\$ 34,063,855	\$ 13,946,080	\$ 26,749,791
State's proportionate share of the net pension liability associated with the District	51,546,864	56,590,105	50,471,168	22,705,850	47,111,251
Total	\$ 95,186,343	\$ 101,120,805	\$ 84,535,023	\$ 36,651,930	\$ 73,861,042
District's covered payroll (for Measurement Year)	\$ 89,908,388	\$ 79,513,558	\$ 72,452,747	\$ 68,497,962	\$ 64,131,096
District's proportionate share of the net pension liability as a percentage of it's covered payroll	48.54%	56.00%	47.02%	20.36%	41.71%
Plan fiduciary net position as a percentage of the total pension liability *	77.51%	73.15%	75.62%	88.79%	75.24%
Plan's net pension liability as a percentage of covered payroll *	102.39%	122.32%	51.08%	110.36%	114.93%
	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.0535172%	0.4861260%	0.0506940%	0.0492569%	0.0131955%
District's proportionate share of the net pension liability	\$ 27,819,906	\$ 26,757,563	\$ 16,209,215	\$ 18,613,469	\$ 20,296,711
State's proportionate share of the net pension liability associated with the District	42,855,473	59,370,329	29,315,324	35,875,687	30,566,773
Total	\$ 70,675,379	\$ 86,127,892	\$ 45,524,539	\$ 54,489,156	\$ 50,863,484
District's covered payroll (for Measurement Year)	\$ 59,841,633	\$ 57,762,926	\$ 57,638,548	\$ 54,965,747	\$ 52,103,386
District's proportionate share of the net pension liability as a percentage of it's covered payroll	46.49%	46.32%	28.12%	33.86%	38.95%
Plan fiduciary net position as a percentage of the total pension liability *	75.24%	73.74%	82.17%	78.00%	78.43%
Plan's net pension liability as a percentage of covered payroll *	126.11%	75.93%	92.75%	91.94%	72.89%

The amounts presented for each Plan year which ends the preceding August 31 of the District's fiscal year.

* Per Teachers Retirement System of Texas' Comprehensive Annual Financial Report

BASTROP INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PENSION CONTRIBUTIONS
Teacher Retirement System of Texas
Last Ten Fiscal Years

Exhibit G-3

	2025	2024	2023	2022	2021
Contractually required contributions	\$ 3,843,930	\$ 3,979,216	\$ 2,902,311	\$ 2,610,314	\$ 2,296,451
Contributions in relation to the contractual required contributions	<u>3,843,930</u>	<u>3,979,216</u>	<u>2,902,311</u>	<u>2,610,314</u>	<u>2,296,451</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 89,955,578	\$ 88,770,581	\$ 78,273,013	\$ 71,517,256	\$ 68,037,534
Contributions as a percentage of covered payroll	4.27%	4.48%	3.71%	3.65%	3.38%
	2020	2019	2018	2017	2015
Contractually required contributions	\$ 2,036,409	\$ 1,561,311	\$ 1,631,479	\$ 1,746,426	\$ 1,662,971
Contributions in relation to the contractual required contributions	<u>2,036,409</u>	<u>1,561,311</u>	<u>1,631,479</u>	<u>1,746,426</u>	<u>1,662,971</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 63,255,930	\$ 59,309,058	\$ 57,762,926	\$ 57,638,548	\$ 54,965,747
Contributions as a percentage of covered payroll	3.22%	2.63%	2.82%	3.03%	3.03%

BASTROP INDEPENDENT SCHOOL DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PENSION PLAN

Changes of Assumptions

Measurement Year 2018: The discount rate changed from 8.0% as of August 31, 2017 to a blended rate of 6.907% as of August 31, 2018. The long-term assumed rate of return changed from 8.0% as of August 31, 2017 to 7.25% as of August 31, 2018. Demographic and economic assumptions were updated based on the experience study performed for TRS for the period ending August 31, 2017. The total pension liability as of August 31, 2018 was developed using a roll-forward method from the August 31, 2017 valuation.

Measurement Year 2020: The state and employer contribution rate changed from 6.8% to 7.5%. The 1.5% public education employer contribution applied to just employers whose employees were not covered by OASDI in 2019 and it changed in 2020 to apply to all public schools, charter schools and regional education centers irrespective of participation in OASDI.

Measurement Year 2021: The public education employer contribution rate changed from 1.5% in 2020 to 1.6% in 2021.

Measurement Year 2022: Demographic and economic assumptions were updated based on experience study performed for TRS for the period ending August 31, 2021. The primary change was the lowering of the discount rate from 7.25% to 7.00%.

BASTROP INDEPENDENT SCHOOL DISTRICT**Exhibit G-4****SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY****Teacher Retirement System of Texas****Last Eight Measurement Years**

	2024	2023	2022	2020
District's proportion of the net OPEB liability	0.0898448%	0.0868162%	0.0790286%	0.0767731%
District's proportionate share of the net OPEB liability	\$ 27,269,267	\$ 19,219,645	\$ 18,922,608	\$ 29,614,802
State's proportionate share of the net OPEB liability associated with the District	34,168,022	23,191,456	23,082,608	39,677,235
Total	<u>\$ 61,437,289</u>	<u>\$ 42,411,101</u>	<u>\$ 42,005,216</u>	<u>\$ 69,292,037</u>
District's covered payroll (for Measurement Year)	\$ 89,908,388	\$ 79,513,558	\$ 72,452,747	\$ 68,497,962
District's proportionate share of the net OPEB liability as a percentage of it's covered payroll	30.33%	24.17%	26.12%	43.23%
Plan fiduciary net position as a percentage of the total OPEB liability *	13.70%	14.94%	11.52%	6.18%
Plan's net OPEB liability as a percentage of covered payroll *	67.98%	51.86%	59.10%	100.13%
	2020	2019	2018	2017
District's proportion of the net OPEB liability	0.0731420%	0.0725201%	0.0700750%	0.0699585%
District's proportionate share of the net OPEB liability	\$ 27,804,562	\$ 34,295,647	\$ 34,989,064	\$ 30,422,325
State's proportionate share of the net OPEB liability associated with the District	37,362,666	45,571,242	50,304,933	45,626,872
Total	<u>\$ 65,167,228</u>	<u>\$ 79,866,889</u>	<u>\$ 85,293,997</u>	<u>\$ 76,049,197</u>
District's covered payroll (for Measurement Year)	\$ 64,131,096	\$ 59,841,633	\$ 57,762,926	\$ 57,638,548
District's proportionate share of the net OPEB liability as a percentage of it's covered payroll	43.36%	57.31%	60.57%	52.78%
Plan fiduciary net position as a percentage of the total OPEB liability *	4.99%	2.66%	1.57%	0.91%
Plan's net OPEB liability as a percentage of covered payroll *	101.46%	135.21%	146.64%	132.55%

The amounts presented for each Plan year which ends the preceding August 31 of the District's fiscal year.

Net OPEB liability is calculated using an new methodology and will be presented prospectively in accordance with GASB 75.

* Per Teachers Retirement System of Texas' Comprehensive Annual Financial Report

Note: Ten years of data should be presented in this schedule but data is unavailable prior to 2017. Net OPEB liability and related ratios will be presented prospectively as data becomes available.

BASTROP INDEPENDENT SCHOOL DISTRICT*Exhibit G-5***SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS****Texas Public School Retired Employees Group Insurance Program (TRS-Care)****Last Eight Fiscal Years**

	2025	2024	2023	2022
Contractually required contributions	\$ 778,637	\$ 808,518	\$ 731,172	\$ 637,587
Contributions in relation to the contractual required contributions	<u>778,637</u>	<u>808,518</u>	<u>731,172</u>	<u>637,587</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 89,955,578	\$ 88,770,581	\$ 78,273,013	\$ 71,517,256
Contributions as a percentage of covered payroll	0.87%	0.91%	0.93%	0.89%
	2021	2020	2019	2018
Contractually required contributions	\$ 594,546	\$ 549,186	\$ 507,485	\$ 464,562
Contributions in relation to the contractual required contributions	<u>594,546</u>	<u>549,186</u>	<u>507,485</u>	<u>464,562</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 68,037,534	\$ 63,255,930	\$ 59,309,058	\$ 57,762,926
Contributions as a percentage of covered payroll	0.87%	0.87%	0.86%	0.80%

Note: Only eight years' worth of information is currently available.

BASTROP INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - OPEB PLAN

Changes in Assumptions:

Measurement Year 2018: The discount rate changed from 3.42% as of August 31, 2017 to 3.69% as of August 31, 2018, updated the health care trend rate assumption, and revised demographic and economic assumptions based on the TRS experience study.

Measurement Year 2019: The discount rate changed from 3.69% as of August 31, 2018 to 2.63% as of August 31, 2019, lowered the participation rates and updated the health care trend rate assumption.

Measurement Year 2020: The discount rate changed from 2.63% as of August 31, 2019 to 2.33% as of August 31, 2020, lowered the participation rate assumption for employees who retire after the age of 65, and lowered the ultimate health care trend rate assumption to reflect the repeal of the excise (Cadillac) tax on high-cost employer health plans.

Measurement Year 2021: The discount rate changed from 2.33% as of August 31, 2020 to 1.95% as of August 31, 2021.

Measurement Year 2022: The discount rate changed from 1.95% as of August 31, 2021 to 3.91% as of August 31, 2022, lowered the participation rates, and updated the healthcare trend rate assumption.

Measurement Year 2023: The discount rate changed from 3.91% as of August 31, 2022 to 4.13% as of August 31, 2023, accompanied by revised demographic and economic assumptions based on the TRS experience study.

Measurement Year 2024: The discount rate changed from 4.13% as of August 31, 2023 to 3.87% as of August 31, 2024, the table used to model the impact of aging on the underlying claims were revised.

Changes in Benefits: There were no changes in benefit terms since the prior measurement date.

COMBINING FUND FINANCIAL STATEMENTS

This supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

Exhibit H-1
Page 1 of 8

		206	211	212	224
Data Control Codes		Education for Homeless Children & Youth	Title I, Part A - Improving Basic Programs	Title I, Part C- Education of Migratory Children	IDEA - Part B, Formula
Assets					
1110	Cash and cash equivalents	\$ 8,604	\$ 720,550	\$ 8,560	\$ 817,288
1120	Current investments	-	-	-	-
	Receivables:				
1240	Receivables from other governments	14,828	930,448	11,106	108,313
1000	Total Assets	\$ 23,432	\$ 1,650,998	\$ 19,666	\$ 925,601
Liabilities and Fund Balance					
Liabilities:					
Current Liabilities:					
2110	Accounts payable	\$ -	\$ 20,560	\$ -	\$ 60,453
2150	Payroll deduction and withholdings payable	-	26,553	588	45,144
2160	Accrued wages payable	-	219,380	-	371,735
2170	Due to other funds	23,432	1,384,505	19,078	448,269
2180	Due to other governments	-	-	-	-
2300	Unearned revenue	-	-	-	-
2000	Total Liabilities	23,432	1,650,998	19,666	925,601
Fund Balance:					
Restricted:					
3450	Grants	-	-	-	-
	Capital acquisitions and contractual obligations	-	-	-	-
3470		-	-	-	-
3490	Other	-	-	-	-
Committed:					
3545	Campus activity funds	-	-	-	-
3600	Unassigned	-	-	-	-
3000	Total Fund Balances	-	-	-	-
4000	Total Liabilities and Fund Balances	\$ 23,432	\$ 1,650,998	\$ 19,666	\$ 925,601

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

Exhibit H-1
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Data Control Codes		225	226	240 School Breakfast Program and National School Lunch Program	244 Career and Technical Education - Basic Grant
		IDEA - Part B, Preschool	IDEA - Part B, Discretionary		
	Assets				
1110	Cash and cash equivalents	\$ -	\$ -	\$ 4,357,644	\$ -
1120	Current investments	-	-	-	-
	Receivables:				
1240	Receivables from other governments	32,087	797,441	834,765	51,051
1000	Total Assets	<u>\$ 32,087</u>	<u>\$ 797,441</u>	<u>\$ 5,192,409</u>	<u>\$ 51,051</u>
	Liabilities and Fund Balance				
	Liabilities:				
	Current Liabilities:				
2110	Accounts payable	\$ -	\$ 649,923	\$ 973,077	\$ -
2150	Payroll deduction and withholdings payable	708	-	7	-
2160	Accrued wages payable	4,849	-	488	-
2170	Due to other funds	26,530	147,518	472	51,051
2180	Due to other governments	-	-	-	-
2300	Unearned revenue	-	-	-	-
2000	Total Liabilities	<u>32,087</u>	<u>797,441</u>	<u>974,044</u>	<u>51,051</u>
	Fund Balance:				
	Restricted:				
3450	Grants	-	-	4,218,365	-
	Capital acquisitions and contractual obligations	-	-	-	-
3470		-	-	-	-
3490	Other	-	-	-	-
	Committed:				
3545	Campus activity funds	-	-	-	-
3600	Unassigned	-	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>4,218,365</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ 32,087</u>	<u>\$ 797,441</u>	<u>\$ 5,192,409</u>	<u>\$ 51,051</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

Exhibit H-1
Page 3 of 8

Data Control Codes		255	263	265	270
		Title II, Part A - Teacher and Principal Training and Recruiting	Title III, Part A - English Language Acquisition and Language	Title IV, Part B - 21st Century Community Learning Centers	Title V, Part B, Subpart 2 - Rural and Low Income School Grant
	Assets				
1110	Cash and cash equivalents	\$ 56,557	\$ 69,214	\$ -	\$ -
1120	Current investments	-	-	-	-
	Receivables:				
1240	Receivables from other governments	94,591	251,774	-	-
1000	Total Assets	<u>\$ 151,148</u>	<u>\$ 320,988</u>	<u>\$ -</u>	<u>\$ -</u>
	Liabilities and Fund Balance				
	Liabilities:				
	Current Liabilities:				
2110	Accounts payable	\$ 1,289	\$ 36,960	\$ -	\$ -
2150	Payroll deduction and withholdings payable	2,334	2,361	-	-
2160	Accrued wages payable	26,274	11,399	-	-
2170	Due to other funds	121,251	270,268	-	-
2180	Due to other governments	-	-	-	-
2300	Unearned revenue	-	-	-	-
2000	Total Liabilities	<u>151,148</u>	<u>320,988</u>	<u>-</u>	<u>-</u>
	Fund Balance:				
	Restricted:				
3450	Grants	-	-	-	-
	Capital acquisitions and contractual				
3470	obligations	-	-	-	-
3490	Other	-	-	-	-
	Committed:				
3545	Campus activity funds	-	-	-	-
3600	Unassigned	-	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ 151,148</u>	<u>\$ 320,988</u>	<u>\$ -</u>	<u>\$ -</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

Exhibit H-1
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Data Control Codes		278	279	280	281
		ARP ESSER Fund - Homeless Children and Youth	TCLAS - ESSER III - ARP Act	Homeless II - Education for Homeless Children and Youth - ARP Act	ESSER II - CRRSA Act
	Assets				
1110	Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
1120	Current investments	-	-	-	-
	Receivables:				
1240	Receivables from other governments	-	-	-	-
1000	Total Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
	Liabilities and Fund Balance				
	Liabilities:				
	Current Liabilities:				
2110	Accounts payable	\$ -	\$ -	\$ -	\$ -
2150	Payroll deduction and withholdings payable	-	-	-	-
2160	Accrued wages payable	-	-	-	-
2170	Due to other funds	-	-	-	-
2180	Due to other governments	-	-	-	-
2300	Unearned revenue	-	-	-	-
2000	Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	Fund Balance:				
	Restricted:				
3450	Grants	-	-	-	-
	Capital acquisitions and contractual obligations	-	-	-	-
3470		-	-	-	-
3490	Other	-	-	-	-
	Committed:				
3545	Campus activity funds	-	-	-	-
3600	Unassigned	-	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

Exhibit H-1
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		282	284	289	386
Data Control Codes		ESSER III - ARP Act	IDEA - Part B, Formula - ARP Act	Other Federal Special Revenue Funds	Regional Day School for the Deaf
Assets					
1110	Cash and cash equivalents	\$ 1,355	\$ -	\$ 1	\$ -
1120	Current investments	-	-	33,301	-
	Receivables:				
1240	Receivables from other governments	-	-	241,202	1,275,648
1000	Total Assets	<u>\$ 1,355</u>	<u>\$ -</u>	<u>\$ 274,504</u>	<u>\$ 1,275,648</u>
Liabilities and Fund Balance					
Liabilities:					
Current Liabilities:					
2110	Accounts payable	\$ -	\$ -	\$ 58,664	\$ 243
2150	Payroll deduction and withholdings payable		-	320	21,460
2160	Accrued wages payable	-	-	12,188	167,634
2170	Due to other funds	1,355	-	203,332	1,086,311
2180	Due to other governments	-	-	-	-
2300	Unearned revenue	-	-	-	-
2000	Total Liabilities	<u>1,355</u>	<u>-</u>	<u>274,504</u>	<u>1,275,648</u>
Fund Balance:					
Restricted:					
3450	Grants	-	-	-	-
	Capital acquisitions and contractual obligations	-	-	-	-
3470		-	-	-	-
3490	Other	-	-	-	-
Committed:					
3545	Campus activity funds	-	-	-	-
3600	Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ 1,355</u>	<u>\$ -</u>	<u>\$ 274,504</u>	<u>\$ 1,275,648</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

Exhibit H-1
Page 6 of 8

		393	397	410	429
Data Control Codes		Texas Successful Schools Program	Advanced Placement Incentives	State Instructional Materials Fund	State Funded Special Revenue Funds
	Assets				
1110	Cash and cash equivalents	\$ 2,534	\$ 5,219	\$ 169,944	\$ 71
1120	Current investments	-	-	193	71,426
	Receivables:				
1240	Receivables from other governments	-	-	-	2,011,434
1000	Total Assets	<u>\$ 2,534</u>	<u>\$ 5,219</u>	<u>\$ 170,137</u>	<u>\$ 2,082,931</u>
Liabilities and Fund Balance					
Liabilities:					
Current Liabilities:					
2110	Accounts payable	\$ -	\$ -	\$ 13,339	\$ 265,369
2150	Payroll deduction and withholdings payable	-	-	-	41
2160	Accrued wages payable	-	-	-	-
2170	Due to other funds	-	-	-	1,802,404
2180	Due to other governments	-	-	-	15,000
2300	Unearned revenue	-	-	93,697	-
2000	Total Liabilities	<u>-</u>	<u>-</u>	<u>107,036</u>	<u>2,082,814</u>
Fund Balance:					
Restricted:					
3450	Grants	2,534	-	63,101	-
	Capital acquisitions and contractual obligations	-	-	-	-
3470		-	-	-	-
3490	Other	-	5,219	-	117
Committed:					
3545	Campus activity funds	-	-	-	-
3600	Unassigned	-	-	-	-
3000	Total Fund Balances	<u>2,534</u>	<u>5,219</u>	<u>63,101</u>	<u>117</u>
4000	Total Liabilities and Fund Balances	<u>\$ 2,534</u>	<u>\$ 5,219</u>	<u>\$ 170,137</u>	<u>\$ 2,082,931</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

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		459	461	480	498
Data Control Codes		Innovative Serv. Students w/ Autism	Campus Activity Funds	NAESP Grant	Mr. & Mrs. Randy Haydon Choir Scholarship
Assets					
1110	Cash and cash equivalents	\$ -	\$ 999,392	\$ 216	\$ 2,709
1120	Current investments	-	-	-	-
	Receivables:				
1240	Receivables from other governments	684,321	-	-	-
1000	Total Assets	<u>\$ 684,321</u>	<u>\$ 999,392</u>	<u>\$ 216</u>	<u>\$ 2,709</u>
Liabilities and Fund Balance					
Liabilities:					
Current Liabilities:					
2110	Accounts payable	\$ 80,971	\$ 71,546	\$ -	\$ -
2150	Payroll deduction and withholdings payable	8,857	396	-	-
2160	Accrued wages payable	47,308	16,001	-	-
2170	Due to other funds	360,806	281	-	-
2180	Due to other governments	184,523	-	-	-
2300	Unearned revenue	-	-	-	-
2000	Total Liabilities	<u>682,465</u>	<u>88,224</u>	<u>-</u>	<u>-</u>
Fund Balance:					
Restricted:					
3450	Grants	-	-	-	-
	Capital acquisitions and contractual obligations	-	-	-	-
3470		-	-	-	-
3490	Other	-	-	216	2,709
Committed:					
3545	Campus activity funds	-	911,168	-	-
3600	Unassigned	1,856	-	-	-
3000	Total Fund Balances	<u>1,856</u>	<u>911,168</u>	<u>216</u>	<u>2,709</u>
4000	Total Liabilities and Fund Balances	<u>\$ 684,321</u>	<u>\$ 999,392</u>	<u>\$ 216</u>	<u>\$ 2,709</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

Exhibit H-1
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		499	698	
Data Control Codes		Bastrop Education Grant Funds	Capital Projects Fund	Total Nonmajor Governmental Funds
	Assets			
1110	Cash and cash equivalents	\$ 302,467	\$ 27,955	\$ 7,550,280
1120	Current investments	-	184,109	289,029
	Receivables:			
1240	Receivables from other governments	-	-	7,339,009
1000	Total Assets	\$ 302,467	\$ 212,064	\$ 15,178,318
	Liabilities and Fund Balance			
	Liabilities:			
	Current Liabilities:			
2110	Accounts payable	\$ 22,203	\$ -	\$ 2,254,597
2150	Payroll deduction and withholdings payable	-	-	108,769
2160	Accrued wages payable	-	-	877,256
2170	Due to other funds	63	-	5,946,926
2180	Due to other governments	-	-	199,523
2300	Unearned revenue	93,000	-	186,697
2000	Total Liabilities	115,266		9,573,768
	Fund Balance:			
	Restricted:			
3450	Grants	-	-	4,284,000
	Capital acquisitions and contractual obligations	-	212,064	212,064
3470		-		
3490	Other	187,201	-	195,462
	Committed:			
3545	Campus activity funds	-	-	911,168
3600	Unassigned	-	-	1,856
3000	Total Fund Balances	187,201	212,064	5,604,550
4000	Total Liabilities and Fund Balances	\$ 302,467	\$ 212,064	\$ 15,178,318

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2025

Exhibit H-2

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		206	211	212	224
Data Control Codes		Education for Homeless Children & Youth	Title I, Part A - Improving Basic Programs	Title I, Part C- Education of Migratory Children	IDEA - Part B, Formula
Revenues					
5700	Local, intermediate, and out-of-state	\$ -	\$ -	\$ -	\$ -
5800	State program revenues	-	-	-	-
5900	Federal program revenues	28,340	2,685,068	42,241	2,231,913
5020	Total Revenues	<u>28,340</u>	<u>2,685,068</u>	<u>42,241</u>	<u>2,231,913</u>
Expenditures					
Current:					
0011	Instruction	-	1,971,474	925	-
0012	Instruction resources and media services	-	-	-	-
0013	Curriculum and instructional staff development	-	544,449	-	-
0021	Instructional leadership	-	-	-	-
0023	School leadership	-	95,794	-	-
0031	Guidance, counseling and evaluation services	-	-	-	2,231,913
0032	Social work services	28,340	409	41,316	-
0033	Health services	-	6,300	-	-
0035	Food service	-	-	-	-
0036	Extracurricular activities	-	-	-	-
0041	General administration	-	-	-	-
0051	Facilities maintenance and operations	-	-	-	-
0052	Security and monitoring services	-	-	-	-
0053	Data processing services	-	-	-	-
0061	Community services	-	66,642	-	-
Debt service:					
0071	Principal on long-term debt	-	-	-	-
0072	Interest on long-term debt	-	-	-	-
0093	Payments related to shared services arrangement	-	-	-	-
6030	Total Expenditures	<u>28,340</u>	<u>2,685,068</u>	<u>42,241</u>	<u>2,231,913</u>
1100	Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)					
7913	Issuance of debt - leases	-	-	-	-
7080	Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200	Net change in fund balances	-	-	-	-
0100	Fund Balance - July 1 (Beginning)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3000	Fund Balance - June 30 (Ending)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2025

Exhibit H-2

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Data Control Codes		225	226	240 School Breakfast Program and National School Lunch Program	244 Career and Technical Education - Basic Grant
		IDEA - Part B, Preschool	IDEA - Part B, Discretionary		
	Revenues				
5700	Local, intermediate, and out-of-state	\$ -	\$ -	\$ 650,264	\$ -
5800	State program revenues	-	-	51,997	-
5900	Federal program revenues	38,109	797,441	9,037,952	157,568
5020	Total Revenues	<u>38,109</u>	<u>797,441</u>	<u>9,740,213</u>	<u>157,568</u>
	Expenditures				
	Current:				
0011	Instruction	38,109	-	-	157,568
0012	Instruction resources and media services	-	-	-	-
0013	Curriculum and instructional staff development	-	-	-	-
0021	Instructional leadership	-	-	-	-
0023	School leadership	-	-	-	-
0031	Guidance, counseling and evaluation services	-	-	-	-
0032	Social work services	-	-	-	-
0033	Health services	-	-	-	-
0035	Food service	-	-	10,106,869	-
0036	Extracurricular activities	-	-	-	-
0041	General administration	-	-	-	-
0051	Facilities maintenance and operations	-	-	-	-
0052	Security and monitoring services	-	-	-	-
0053	Data processing services	-	-	-	-
0061	Community services	-	-	-	-
	Debt service:				
0071	Principal on long-term debt	-	-	-	-
0072	Interest on long-term debt	-	-	-	-
0093	Payments related to shared services arrangement	-	797,441	-	-
6030	Total Expenditures	<u>38,109</u>	<u>797,441</u>	<u>10,106,869</u>	<u>157,568</u>
1100	Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(366,656)</u>	<u>-</u>
	Other Financing Sources (Uses)				
7913	Issuance of debt - leases	-	-	-	-
7080	Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200	Net change in fund balances	-	-	(366,656)	-
0100	Fund Balance - July 1 (Beginning)	<u>-</u>	<u>-</u>	<u>4,585,021</u>	<u>-</u>
3000	Fund Balance - June 30 (Ending)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,218,365</u>	<u>\$ -</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2025

Exhibit H-2

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		255	263	265	270
Data Control Codes		Title II, Part A - Teacher and Principal Training and Recruiting	Title III, Part A - English Language Acquisition and Language	Title IV, Part B - 21st Century Community Learning Centers	Title V, Part B, Subpart 2 - Rural and Low Income School Grant
Revenues					
5700	Local, intermediate, and out-of-state	\$ -	\$ -	\$ -	\$ -
5800	State program revenues	-	-	-	-
5900	Federal program revenues	334,896	499,698	-	-
5020	Total Revenues	334,896	499,698	-	-
Expenditures					
Current:					
0011	Instruction	200,095	158,851	-	-
0012	Instruction resources and media services	-	-	-	-
0013	Curriculum and instructional staff development	73,548	339,905	-	-
0021	Instructional leadership	13,928	-	-	-
0023	School leadership	-	-	-	-
0031	Guidance, counseling and evaluation services	-	-	-	-
0032	Social work services	-	-	-	-
0033	Health services	-	-	-	-
0035	Food service	-	-	-	-
0036	Extracurricular activities	-	-	-	-
0041	General administration	47,325	-	-	-
0051	Facilities maintenance and operations	-	-	-	-
0052	Security and monitoring services	-	-	-	-
0053	Data processing services	-	-	-	-
0061	Community services	-	942	-	-
Debt service:					
0071	Principal on long-term debt	-	-	-	-
0072	Interest on long-term debt	-	-	-	-
0093	Payments related to shared services arrangement	-	-	-	-
6030	Total Expenditures	334,896	499,698	-	-
1100	Excess (deficiency) of revenues over expenditures	-	-	-	-
Other Financing Sources (Uses)					
7913	Issuance of debt - leases	-	-	-	-
7080	Total Other Financing Sources (Uses)	-	-	-	-
1200	Net change in fund balances	-	-	-	-
0100	Fund Balance - July 1 (Beginning)	-	-	-	-
3000	Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ -	\$ -

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2025

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Data Control Codes		278	279	280	281
		ARP ESSER Fund - Homeless Children and Youth	TCLAS - ESSER III - ARP Act	Homeless II - Education for Homeless Children and Youth - ARP Act	ESSER II - CRRSA Act
	Revenues				
5700	Local, intermediate, and out-of-state	\$ -	\$ -	\$ -	\$ -
5800	State program revenues	-	-	-	-
5900	Federal program revenues	-	139,169	17,596	-
5020	Total Revenues	-	139,169	17,596	-
	Expenditures				
	Current:				
0011	Instruction	-	-	-	-
0012	Instruction resources and media services	-	-	-	-
0013	Curriculum and instructional staff development	-	110,382	-	-
0021	Instructional leadership	-	28,787	-	-
0023	School leadership	-	-	-	-
0031	Guidance, counseling and evaluation services	-	-	-	-
0032	Social work services	-	-	17,596	-
0033	Health services	-	-	-	-
0035	Food service	-	-	-	-
0036	Extracurricular activities	-	-	-	-
0041	General administration	-	-	-	-
0051	Facilities maintenance and operations	-	-	-	-
0052	Security and monitoring services	-	-	-	-
0053	Data processing services	-	-	-	-
0061	Community services	-	-	-	-
	Debt service:				
0071	Principal on long-term debt	-	-		
0072	Interest on long-term debt	-	-		
0093	Payments related to shared services arrangement	-	-	-	-
6030	Total Expenditures	-	139,169	17,596	
1100	Excess (deficiency) of revenues over expenditures	-	-	-	
	Other Financing Sources (Uses)				
7913	Issuance of debt - leases	-	-	-	-
7080	Total Other Financing Sources (Uses)	-	-	-	-
1200	Net change in fund balances	-	-	-	-
0100	Fund Balance - July 1 (Beginning)	-	-	-	-
3000	Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ -	\$ -

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2025

Exhibit H-2

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		282	284	289	386
Data Control Codes		ESSER III - ARP Act	IDEA - Part B, Formula - ARP Act	Other Federal Special Revenue Funds	Regional Day School for the Deaf
Revenues					
5700	Local, intermediate, and out-of-state	\$ -	\$ -	\$ -	\$ -
5800	State program revenues	-	-	-	1,345,142
5900	Federal program revenues	2,346,645	-	373,429	-
5020	Total Revenues	2,346,645		373,429	1,345,142
Expenditures					
Current:					
0011	Instruction	400,835	-	234,185	1,345,142
0012	Instruction resources and media services	16,453	-	-	-
0013	Curriculum and instructional staff development	27,726	-	21,896	-
0021	Instructional leadership	-	-	-	-
0023	School leadership	19,012	-	-	-
0031	Guidance, counseling and evaluation services	101,680	-	8,420	-
0032	Social work services	(4,346)	-	107,411	-
0033	Health services	127,314	-	1,292	-
0035	Food service	-	-	-	-
0036	Extracurricular activities	32,036	-	-	-
0041	General administration	-	-	-	-
0051	Facilities maintenance and operations	1,563,235	-	-	-
0052	Security and monitoring services	-	-	-	-
0053	Data processing services	62,700	-	-	-
0061	Community services	-	-	-	-
Debt service:					
0071	Principal on long-term debt	-	-	-	-
0072	Interest on long-term debt	-	-	-	-
0093	Payments related to shared services arrangement	-	-	-	-
6030	Total Expenditures	2,346,645		373,204	1,345,142
1100	Excess (deficiency) of revenues over expenditures			225	
Other Financing Sources (Uses)					
7913	Issuance of debt - leases	-	-	-	-
7080	Total Other Financing Sources (Uses)	-	-	-	-
1200	Net change in fund balances	-	-	225	-
0100	Fund Balance - July 1 (Beginning)	-	-	(225)	-
3000	Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ -	\$ -

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2025

Exhibit H-2

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		393	397	410	429
Data Control Codes		Texas Successful Schools Program	Advanced Placement Incentives	State Instructional Materials Fund	State Funded Special Revenue Funds
Revenues					
5700	Local, intermediate, and out-of-state	\$ -	\$ -	\$ -	\$ -
5800	State program revenues	-	204	617,287	2,304,496
5900	Federal program revenues	-	-	-	-
5020	Total Revenues		204	617,287	2,304,496
Expenditures					
Current:					
0011	Instruction	-	-	1,378,466	1,132,664
0012	Instruction resources and media services	-	-	-	-
0013	Curriculum and instructional staff development	-	204	-	1,121,756
0021	Instructional leadership	-	-	-	-
0023	School leadership	-	-	-	-
0031	Guidance, counseling and evaluation services	-	-	-	-
0032	Social work services	-	-	-	-
0033	Health services	-	-	-	-
0035	Food service	-	-	-	-
0036	Extracurricular activities	-	-	-	-
0041	General administration	-	-	-	-
0051	Facilities maintenance and operations	-	-	-	-
0052	Security and monitoring services	-	-	-	50,041
0053	Data processing services	-	-	-	-
0061	Community services	-	-	-	-
Debt service:					
0071	Principal on long-term debt	-	-	306,307	-
0072	Interest on long-term debt	-	-	9,036	-
0093	Payments related to shared services arrangement	-	-	-	-
6030	Total Expenditures	-	204	1,693,809	2,304,461
1100	Excess (deficiency) of revenues over expenditures			(1,076,522)	35
Other Financing Sources (Uses)					
7913	Issuance of debt - leases	-	-	258,164	-
7080	Total Other Financing Sources (Uses)	-	-	258,164	-
1200	Net change in fund balances	-	-	(818,358)	35
0100	Fund Balance - July 1 (Beginning)	2,534	5,219	881,459	82
3000	Fund Balance - June 30 (Ending)	\$ 2,534	\$ 5,219	\$ 63,101	\$ 117

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2025

Exhibit H-2

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		459	461	480	498
Data Control Codes		Innovative Serv. Students w/ Autism	Campus Activity Funds	NAESP Grant	Mr. & Mrs. Randy Haydon Choir Scholarship
Revenues					
5700	Local, intermediate, and out-of-state	\$ -	\$ 1,432,797	\$ -	\$ 123
5800	State program revenues	684,321	759	-	-
5900	Federal program revenues	-	-	-	-
5020	Total Revenues	684,321	1,433,556		123
Expenditures					
Current:					
0011	Instruction	663,107	-	-	-
0012	Instruction resources and media services	-	-	-	-
0013	Curriculum and instructional staff development	70	-	-	-
0021	Instructional leadership	12,119	-	-	-
0023	School leadership	-	-	-	-
0031	Guidance, counseling and evaluation services	-	-	-	-
0032	Social work services	-	-	-	-
0033	Health services	-	-	-	-
0035	Food service	-	-	-	-
0036	Extracurricular activities	-	1,501,099	-	-
0041	General administration	-	-	-	-
0051	Facilities maintenance and operations	-	-	-	-
0052	Security and monitoring services	-	-	-	-
0053	Data processing services	-	-	-	-
0061	Community services	1,286	-	-	-
Debt service:					
0071	Principal on long-term debt	-	-	-	-
0072	Interest on long-term debt	-	-	-	-
0093	Payments related to shared services arrangement	-	-	-	-
6030	Total Expenditures	676,582	1,501,099	-	-
1100	Excess (deficiency) of revenues over expenditures	7,739	(67,543)		123
Other Financing Sources (Uses)					
7913	Issuance of debt - leases	-	-	-	-
7080	Total Other Financing Sources (Uses)	-	-	-	-
1200	Net change in fund balances	7,739	(67,543)	-	123
0100	Fund Balance - July 1 (Beginning)	(5,883)	978,711	216	2,586
3000	Fund Balance - June 30 (Ending)	\$ 1,856	\$ 911,168	\$ 216	\$ 2,709

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2025

Exhibit H-2

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		499	698	
Data Control Codes		Bastrop Education Grant Funds	Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues				
5700	Local, intermediate, and out-of-state	\$ 251,448	\$ 8,512	\$ 2,343,144
5800	State program revenues	-	-	5,004,206
5900	Federal program revenues	-	-	18,730,065
5020	Total Revenues	251,448	8,512	26,077,415
Expenditures				
Current:				
0011	Instruction	209,335	-	7,890,756
0012	Instruction resources and media services	-	-	16,453
0013	Curriculum and instructional staff development	-	-	2,239,936
0021	Instructional leadership	-	-	54,834
0023	School leadership	-	-	114,806
0031	Guidance, counseling and evaluation services	-	-	2,342,013
0032	Social work services	-	-	190,726
0033	Health services	3,367	-	138,273
0035	Food service	498	-	10,107,367
0036	Extracurricular activities	(74,593)	-	1,458,542
0041	General administration	1,232	-	48,557
0051	Facilities maintenance and operations	-	66,590	1,629,825
0052	Security and monitoring services	-	-	50,041
0053	Data processing services	-	-	62,700
0061	Community services	-	-	68,870
Debt service:				
0071	Principal on long-term debt	-	-	306,307
0072	Interest on long-term debt	-	-	9,036
0093	Payments related to shared services arrangement	-	-	797,441
6030	Total Expenditures	139,839	66,590	27,526,483
1100	Excess (deficiency) of revenues over expenditures	111,609	(58,078)	(1,449,068)
Other Financing Sources (Uses)				
7913	Issuance of debt - leases	-	-	258,164
7080	Total Other Financing Sources (Uses)	-	-	258,164
1200	Net change in fund balances	111,609	(58,078)	(1,190,904)
0100	Fund Balance - July 1 (Beginning)	75,592	270,142	6,795,454
3000	Fund Balance - June 30 (Ending)	\$ 187,201	\$ 212,064	\$ 5,604,550

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
June 30, 2025

Exhibit H-3
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Data Control Codes		744	746	747	748
		Performing Arts Center	High School Bistro	Community Education	STARS After School Program
	Assets				
	Current Assets:				
1110	Cash and cash equivalents	\$ 196,118	\$ 2,784	\$ 163,570	\$ 1,181,876
1120	Investments	-	-	-	834,121
	Total Current Assets	<u>196,118</u>	<u>2,784</u>	<u>163,570</u>	<u>2,015,997</u>
	Noncurrent Assets:				
1520	Building and improvements	-	-	-	1,084,024
1570	Accumulated depreciation	-	-	-	(116,585)
	Total Noncurrent Assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>967,439</u>
1000	Total Assets	<u>196,118</u>	<u>2,784</u>	<u>163,570</u>	<u>2,983,436</u>
	Liabilities				
	Current Liabilities:				
2110	Accounts payable	1,377	-	3,364	16,018
2150	Payroll deductions and withholdings	7	-	101	1,186
2160	Accrued wages payable	366	-	2,395	26,247
2170	Due to other funds	692	-	218	4,075
2000	Total Liabilities	<u>2,442</u>	<u>-</u>	<u>6,078</u>	<u>47,526</u>
	Net Position				
3200	Investment in capital assets	-	-	-	967,439
3900	Unrestricted net position	193,676	2,784	157,492	1,968,471
3000	Total Net Position	<u>\$ 193,676</u>	<u>\$ 2,784</u>	<u>\$ 157,492</u>	<u>\$ 2,935,910</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
June 30, 2025

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Data Control Codes		Employee Child	
		Care	Total
	Assets		
	Current Assets:		
1110	Cash and cash equivalents	\$ 260,297	\$ 1,804,645
1120	Investments	-	834,121
	Total Current Assets	<u>260,297</u>	<u>2,638,766</u>
	Noncurrent Assets:		
1520	Building and improvements	-	1,084,024
1570	Accumulated depreciation	-	(116,585)
	Total Noncurrent Assets	<u>-</u>	<u>967,439</u>
1000	Total Assets	<u>260,297</u>	<u>3,606,205</u>
	Liabilities		
	Current Liabilities:		
2110	Accounts payable	2,727	23,486
2150	Payroll deductions and withholdings	23,499	24,793
2160	Accrued wages payable	123,290	152,298
2170	Due to other funds	110,781	115,766
2000	Total Liabilities	<u>260,297</u>	<u>316,343</u>
	Net Position		
3200	Investment in capital assets	-	967,439
3900	Unrestricted net position	-	2,322,423
3000	Total Net Position	<u>\$ -</u>	<u>\$ 3,289,862</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - NONMAJOR ENTERPRISE FUNDS
For the Year Ended June 30, 2025

Exhibit H-4

Page 1 of 2

Data Control Codes		744	746	747	748
		Performing Arts Center	High School Bistro	Community Education	STARS After School Program
	Operating Revenues				
5700	Local and intermediate sources	\$ 191,432	\$ -	\$ 74,443	\$ 883,403
5020	Total Operating Revenues	<u>191,432</u>	<u>-</u>	<u>74,443</u>	<u>883,403</u>
	Operating Expenses				
6100	Payroll costs	109,045	-	19,129	781,588
6200	Professional and contracted services	29,064	-	29,045	3,946
6300	Supplies and materials	7,325	-	3,534	37,457
6400	Other operating expenses	6,289	-	8	65,114
6449	Depreciation	-	-	-	41,979
6030	Total Operating Expenses	<u>151,723</u>	<u>-</u>	<u>51,716</u>	<u>930,084</u>
1200	Operating Income (Loss)	<u>39,709</u>	<u>-</u>	<u>22,727</u>	<u>(46,681)</u>
	Non-Operating Revenues (Expenses)				
7989	State matching and other	<u>1,769</u>	<u>-</u>	<u>-</u>	<u>2</u>
	Total Non-Operating Revenues (Expenses)	<u>1,769</u>	<u>-</u>	<u>-</u>	<u>2</u>
	Income (Loss) before Transfers	41,478	-	22,727	(46,679)
	Transfers				
7915	Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	Total Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200	Change in Net Position	41,478	-	22,727	(46,679)
0100	Net Position - July 1 (Beginning)	<u>152,198</u>	<u>2,784</u>	<u>134,765</u>	<u>2,982,589</u>
3000	Net Position - June 30 (Ending)	<u>\$ 193,676</u>	<u>\$ 2,784</u>	<u>\$ 157,492</u>	<u>\$ 2,935,910</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - NONMAJOR ENTERPRISE FUNDS
For the Year Ended June 30, 2025

Exhibit H-4

Page 2 of 2

Data Control Codes		749	
		Employee Child Care	Total
	Operating Revenues		
5700	Local and intermediate sources	\$ 797,042	\$ 1,946,320
5020	Total Operating Revenues	<u>797,042</u>	<u>1,946,320</u>
	Operating Expenses		
6100	Payroll costs	1,023,449	1,933,211
6200	Professional and contracted services	1,149	63,204
6300	Supplies and materials	27,616	75,932
6400	Other operating expenses	5,034	76,445
6449	Depreciation	-	41,979
6030	Total Operating Expenses	<u>1,057,248</u>	<u>2,190,771</u>
1200	Operating Income (Loss)	<u>(260,206)</u>	<u>(244,451)</u>
	Non-Operating Revenues (Expenses)		
7989	State matching and other	-	1,771
	Total Non-Operating Revenues (Expenses)	<u>-</u>	<u>1,771</u>
	Income (Loss) before Transfers	(260,206)	(242,680)
	Transfers		
7915	Transfers in	260,205	260,205
	Total Transfers	<u>260,205</u>	<u>260,205</u>
1200	Change in Net Position	(1)	17,525
0100	Net Position - July 1 (Beginning)	<u>1</u>	<u>3,272,337</u>
3000	Net Position - June 30 (Ending)	<u>\$ -</u>	<u>\$ 3,289,862</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
For the Year Ended June 30, 2025

Exhibit H-5

Page 1 of 2

	744	746	747	748
	Performing Arts Center	High School Bistro	Community Education	STARS After School Program
Cash Flows from Operating Activities:				
Cash received from user charges	\$ 191,432	\$ -	\$ 74,443	\$ 883,403
Cash receipts (payments) for interfund services provided	692	-	218	4,075
Cash payments to suppliers for goods and services	(41,307)	-	(30,843)	(99,949)
Cash payments to employees	(108,672)	-	(17,703)	(775,839)
Net Cash Provided by (Used for) Operating Activities	<u>42,145</u>	<u>-</u>	<u>26,115</u>	<u>11,690</u>
Cash Flows from Non-Capital Financing Activities:				
Advances from other funds	-	-	-	-
Intergovernmental	1,769	-	-	1
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>1,769</u>	<u>-</u>	<u>-</u>	<u>1</u>
Net Increase (Decrease) in Cash and Cash Equivalents	43,914	-	26,115	11,691
Cash and Cash Equivalents, Beginning of Year	152,204	2,784	137,455	1,170,185
Cash and Cash Equivalents at End of Year	<u>\$ 196,118</u>	<u>\$ 2,784</u>	<u>\$ 163,570</u>	<u>\$ 1,181,876</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Operating Income (Loss)	\$ 39,709	\$ -	\$ 22,727	\$ (46,681)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Depreciation	-	-	-	41,979
Change in Assets and Liabilities:				
Increase (decrease) in accounts payable	1,371	-	1,744	6,568
Increase (decrease) in Interfund payable	692	-	218	4,075
Increase (decrease) in accrued wages payable	366	-	1,395	5,829
Increase (decrease) in payroll deductions and withholdings	7	-	31	(80)
Total adjustments	<u>2,436</u>	<u>-</u>	<u>3,388</u>	<u>58,371</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 42,145</u>	<u>\$ -</u>	<u>\$ 26,115</u>	<u>\$ 11,690</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
For the Year Ended June 30, 2025

Exhibit H-5
Page 2 of 2

	749	
	Employee Child	
	Care	Total
Cash Flows from Operating Activities:		
Cash received from user charges	\$ 797,042	\$ 1,946,320
Cash receipts (payments) for interfund services provided	-	4,985
Cash payments to suppliers for goods and services	68,570	(103,529)
Cash payments to employees	(1,020,423)	(1,922,637)
Net Cash Provided by (Used for) Operating Activities	(154,811)	(74,861)
Cash Flows from Non-Capital Financing Activities:		
Advances from other funds	260,205	260,205
Intergovernmental	-	1,770
Net Cash Provided by (Used for) Non-Capital Financing Activities	260,205	261,975
Net Increase (Decrease) in Cash and Cash Equivalents	105,394	187,114
Cash and Cash Equivalents, Beginning of Year	154,903	1,617,531
Cash and Cash Equivalents at End of Year	\$ 260,297	\$ 1,804,645
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Operating Income (Loss)	\$ (260,206)	\$ (244,451)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation	-	41,979
Change in Assets and Liabilities:		
Increase (decrease) in accounts payable	2,609	12,292
Increase (decrease) in Interfund Payable	99,760	104,745
Increase (decrease) in accrued wages payable	(557)	7,033
Increase (decrease) in payroll deductions and withholdings	3,583	3,541
Total adjustments	105,395	169,590
Net Cash Provided by (Used for) Operating Activities	\$ (154,811)	\$ (74,861)

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
June 30, 2025

Exhibit H-6

Data Control Codes		752	753	
		Print Shop Fund	Insurance Fund	Total
	Assets			
	Current Assets:			
1110	Cash and cash equivalents	\$ 69,856	\$ 2,581,061	\$ 2,650,917
1120	Investments	-	1,922,634	1,922,634
	Receivables:			
1260	Due from other funds	-	261	261
1000	Total Assets	69,856	4,503,956	4,573,812
	Liabilities			
	Current Liabilities:			
2110	Accounts payable	6,935	32,023	38,958
2150	Payroll deductions and withholdings	45	-	45
2170	Due to other funds	203	-	203
2200	Accrued expenses	-	528,533	528,533
2000	Total Liabilities	7,183	560,556	567,739
	Net Position			
3900	Unrestricted	62,673	3,943,400	4,006,073
3000	Total Net Position	\$ 62,673	\$ 3,943,400	\$ 4,006,073

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - INTERNAL SERVICE FUNDS
For the Year Ended June 30, 2025

Exhibit H-7

Data Control Codes		752	753	Total
		Print Shop Fund	Insurance Fund	
	Operating Revenues			
5700	Local and intermediate sources	\$ 131,994	\$ 566,630	\$ 698,624
5020	Total Operating Revenues	<u>131,994</u>	<u>566,630</u>	<u>698,624</u>
	Operating Expenses			
6100	Payroll costs	47,738	-	47,738
6200	Professional and contracted services	68,449	-	68,449
6300	Supplies and materials	45,188	-	45,188
6400	Other operating expenses	-	407,790	407,790
6030	Total Operating Expenses	<u>161,375</u>	<u>407,790</u>	<u>569,165</u>
1200	Operating Income (Loss)	<u>(29,381)</u>	<u>158,840</u>	<u>129,459</u>
1200	Change in Net Position	(29,381)	158,840	129,459
0100	Net Position - July 1 (Beginning)	<u>92,054</u>	<u>3,784,560</u>	<u>3,876,614</u>
3000	Net Position - June 30 (Ending)	<u>\$ 62,673</u>	<u>\$ 3,943,400</u>	<u>\$ 4,006,073</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Year Ended June 30, 2025

Exhibit H-8

	752	753	
	Print Shop	Insurance Fund	Total
	Fund		
Cash Flows from Operating Activities:			
Cash received from user charges	\$ 131,994	\$ 566,369	\$ 698,363
Cash receipts (payments) for interfund services provided	203	-	203
Cash payments to suppliers for goods and services	(110,365)	(395,018)	(505,383)
Cash payments to employees	(47,738)	-	(47,738)
Net Cash Provided by (Used for) Operating Activities	<u>(25,906)</u>	<u>171,351</u>	<u>145,445</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(25,906)	171,351	145,445
Cash and Cash Equivalents, Beginning of Year	<u>95,762</u>	<u>2,409,710</u>	<u>2,505,472</u>
Cash and Cash Equivalents at End of Year	<u>\$ 69,856</u>	<u>\$ 2,581,061</u>	<u>\$ 2,650,917</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Operating Income (Loss)	\$ (29,381)	\$ 158,840	\$ 129,459
Change in Assets and Liabilities:			
Decrease (increase) in interfund receivables	-	(261)	(261)
Increase (decrease) in accounts payable	3,272	32,023	35,295
Increase (decrease) in Interfund payable	203	-	203
Increase (decrease) in accrued expenses	-	(19,251)	(19,251)
Total adjustments	<u>3,475</u>	<u>12,511</u>	<u>15,986</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (25,906)</u>	<u>\$ 171,351</u>	<u>\$ 145,445</u>

REQUIRED TEXAS EDUCATION AGENCY COMPLIANCE SCHEDULES

This section includes financial information and disclosures not required by the Governmental Accounting Standards Board and not considered a part of the basic financial statements. It may, however, include information which is required by other entities.

BASTROP INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
For the Year Ended June 30, 2025

Exhibit J-1
Page 1 of 2

	1	2	3	10	20
Year Ended June 30,	Tax Rates		Net Assessed/Appraised Value For School Tax Purposes	Beginning Balance 7/1/2024	Current Year's Total Levy
	Maintenance	Debt Service			
2016 and prior	Various	Various	Various	\$ 777,154	\$ -
2017	\$ 0.0104	\$ 0.0040	\$ 3,385,110,109	111,506	-
2018	1.0400	0.4010	3,635,450,117	119,068	-
2019	1.0400	0.4010	3,912,309,226	146,264	-
2020	0.9700	0.4010	4,238,921,255	171,629	-
2021	0.9200	0.4010	4,649,846,391	242,061	-
2022	0.8720	0.4010	5,483,464,987	489,395	-
2023	0.8546	0.4010	7,501,693,214	1,607,844	-
2024	0.6692	0.4010	7,679,816,573	3,926,720	-
2025	0.6669	0.4010	8,471,066,767	-	90,462,522
1000 Totals				<u>\$ 7,591,641</u>	<u>\$ 90,462,522</u>

8000 Taxes Refunded

BASTROP INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
For the Year Ended June 30, 2025

Exhibit J-1
Page 2 of 2

	31	32	40	50	99
Year Ended June 30,	Maintenance Total Collections	Debt Service Total Collections	Entire Year's Adjustments	Ending Balance 6/30/2025	Total Taxes Refunded Under Section 26.1115 (c)
2016 and prior	\$ 179,397	\$ 9,292	\$ 304,193	\$ 892,658	
2017	5,962	2,299	-	103,245	
2018	8,450	3,258	(53)	107,307	
2019	15,891	6,127	(399)	123,847	
2020	20,328	8,404	(8,049)	134,848	
2021	59,354	25,871	(4,395)	152,441	
2022	178,214	82,142	(4,496)	224,543	
2023	470,288	220,671	(157,009)	759,876	
2024	1,172,331	702,487	(497,113)	1,554,789	
2025	54,204,176	32,592,405	239,615	3,905,556	
1000 Totals	<u>\$ 56,314,391</u>	<u>\$ 33,652,956</u>	<u>\$ (127,706)</u>	<u>\$ 7,959,110</u>	
		Total taxes receivable per Exhibit C-1		<u>\$ 7,959,110</u>	
8000 Taxes Refunded					<u>\$ 4,723</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
NATIONAL SCHOOL BREAKFAST AND LUNCH PROGRAM
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2025

Exhibit J-2

	Budget			
	Original	Final	Actual	Variance with Final Budget
Revenues				
Local, intermediate, and out-of-state	\$ 695,975	\$ 695,975	\$ 650,264	\$ (45,711)
State program revenues	38,552	38,552	51,997	13,445
Federal program revenues	7,490,225	7,490,225	9,037,952	1,547,727
Total Revenues	<u>8,224,752</u>	<u>8,224,752</u>	<u>9,740,213</u>	<u>1,515,461</u>
Expenditures				
Current:				
Food services	<u>8,224,752</u>	<u>10,669,564</u>	<u>10,106,869</u>	<u>562,695</u>
Total Expenditures	<u>8,224,752</u>	<u>10,669,564</u>	<u>10,106,869</u>	<u>562,695</u>
Net change in fund balance	-	(2,444,812)	(366,656)	2,078,156
Fund Balance - Beginning	<u>4,585,021</u>	<u>4,585,021</u>	<u>4,585,021</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 4,585,021</u>	<u>\$ 2,140,209</u>	<u>\$ 4,218,365</u>	<u>\$ 2,078,156</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2025

Exhibit J-3

	Budget			
	Original	Final	Actual	Variance with Final Budget
Revenues				
Local, intermediate, and out-of-state	\$ 33,760,471	\$ 33,760,471	\$ 35,357,885	\$ 1,597,414
State program revenues	200,000	3,200,000	3,294,486	94,486
Total Revenues	<u>33,960,471</u>	<u>36,960,471</u>	<u>38,652,371</u>	<u>1,691,900</u>
Expenditures				
Current:				
Debt Service:				
Principal and interest on long-term debt	17,940,471	17,940,471	15,330,000	2,610,471
Interest on long-term debt	16,000,000	16,000,000	20,173,229	(4,173,229)
Bond issuance costs and fees	20,000	3,020,000	630,979	2,389,021
Total Expenditures	<u>33,960,471</u>	<u>36,960,471</u>	<u>36,134,208</u>	<u>826,263</u>
Excess (deficiency) of revenues over expenditures	-	-	2,518,163	2,518,163
Other Financing Sources (Uses)				
Refunding bonds issued	-	-	71,430,000	71,430,000
Premium or discount on issuance of bonds	-	-	9,246,884	9,246,884
Payments to refunding escrow agent	-	-	(80,076,049)	(80,076,049)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>600,835</u>	<u>600,835</u>
Net change in fund balance	-	-	3,118,998	3,118,998
Fund Balance - Beginning	<u>25,871,693</u>	<u>25,871,693</u>	<u>25,871,693</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 25,871,693</u>	<u>\$ 25,871,693</u>	<u>\$ 28,990,691</u>	<u>\$ 3,118,998</u>

For the year ended June 30, 2025, expenditures exceeded appropriations in the following functions:

- Interest on long-term debt - \$4,173,229

BASTROP INDEPENDENT SCHOOL DISTRICT
USE OF FUNDS REPORT – SELECT STATE ALLOTMENT PROGRAMS
For the Year Ended June 30, 2025

Exhibit J-4

Data Codes	Section A: Compensatory Education Programs	Responses
AP1	Did your LEA expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
AP2	Does the LEA have written policies and procedures for its state compensatory education program?	Yes
AP3	List the total state allotment funds received for state compensatory education programs during the district's fiscal year.	\$ 13,488,561
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year. (PICs 24, 26, 28, 29, 30)	\$ 6,005,925
Section B: Bilingual Education Programs		
AP5	Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
AP6	Does the LEA have written policies and procedures for its bilingual education program?	Yes
AP7	List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	\$ 3,524,131
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PIC 25)	\$ 1,663,122

BASTROP INDEPENDENT SCHOOL DISTRICT
REQUIRED RESPONSES TO SELECTED SCHOOL FIRST INDICATORS
For Year Ended June 30, 2025

Exhibit L-1

SF1	Was there an unmodified opinion in the Annual Financial Report on the financial statements as a whole?	Yes
SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning nonpayment of any terms of any debt agreement at fiscal year end?	No
SF3	Did the school district make timely payments to the Teacher Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies?	
	(If the school district was issued a warrant hold and the warrant hold was not cleared within 30 days from the date the warrant hold was issued, the school district is considered to not have made timely payments.) Payments to the TRS and TWC are considered timely if a warrant hold that was issued in connection to the untimely payment was cleared within 30 days from the date the warrant hold was issued.	
	Payments to the IRS are considered timely if a penalty or delinquent payment notice was cleared within 30 days from the date the notice was issued.	Yes
SF4	Was the school district issued a warrant hold? Even if the issue surrounding the initial warrant hold was resolved and cleared within 30 days, the school district is considered to have been issued a warrant hold.	No
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds?	No
SF6	Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?	No
SF7	Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules that were in effect at the school district's fiscal year end?	Yes
SF8	Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget?	Yes
SF9	Total accumulated accretion on CABs included in government-wide financial statements at fiscal year-end.	\$ -

NOTE: This schedule is to be included as part of the annual financial audit report (AFR) submission on the required due date and published as a part of the school district's AFR. This schedule should be submitted in the data feed file and submitted as an Adobe Acrobat portable document file (pdf).



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Trustees
Bastrop Independent School District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Bastrop Independent School District (the "District"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 18, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

To the Board of Trustees
Bastrop Independent School District

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Whitley Penn LLP". The signature is written in a cursive, flowing style.

Austin, Texas
November 18, 2025

BASTROP INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND RESPONSES

For the Year Ended June 30, 2025

I. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No

II. Financial Statement Findings

None Reported



**BASTROP INDEPENDENT
SCHOOL DISTRICT**

SINGLE AUDIT REPORT

**For the Year Ended
June 30, 2025**

BASTROP INDEPENDENT SCHOOL DISTRICT
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CERTIFICATE OF BOARD

Bastrop Independent School District

Name of School District

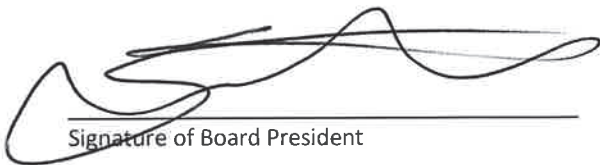
Bastrop

County

011-901

Co. - Dist. No.

We, the undersigned, certify that the attached annual federal single audit report of the above-named school district was reviewed and ^X **approved**/ **disapproved** for the year ended June 30, 2025, at a meeting of the Board of Trustees of such school district on January 20, 2026.



Signature of Board President



Signature of Board Secretary

If the Board of Trustees disapproved of the auditor's report, the reason(s) for disapproving is/are (attach list if necessary):

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE;
AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Trustees
Bastrop Independent School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Bastrop Independent School District's (the "District") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2025. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

To the Board of Trustees
Bastrop Independent School District

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2025 and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated November 18, 2025 which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Austin, Texas
January 20, 2026

BASTROP INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2025

I. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Type of auditors' report issued on compliance with major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) ?	No

Identification of major programs:

<u>Name of Federal Program or Cluster</u>	<u>Assistance Listing Number (ALN)</u>
US Department of Education	
ARP Act ESSER Fund III (COVID-19)	84.425U
TCLAS - High Quality After School (COVID-19)	84.425U
TCLAS ESSER III (COVID-19)	84.425U
ARP Homeless II (COVID-19)	84.425W
US Department of Education	
ESEA Title I, Part A - Improving Basic Programs	84.010A
Title I, 1003 ESF Focused Support Grant	84.010A
School Action Fund Continuation	84.010A
Dollar Threshold Considered Between Type A and Type B Federal Programs	\$750,000
Auditee qualified as low risk auditee?	Yes

BASTROP INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)
For the Year Ended June 30, 2025

II. Financial Statement Findings

None Reported

III. Federal Awards Findings and Questioned Costs

None Reported

BASTROP INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2025

Exhibit K-1
Page 1 of 2

(1) Federal Grantor/ Pass-Through Grantor/ Program Title	(2) Federal ALN	(2A) Pass Through Entity Identifying Number	(3) Federal Expenditures
U.S. Department of Agriculture			
Passed Through Texas Education Agency:			
Cash Assistance:			
School Breakfast Program	10.553	71402501	\$ 1,886,023
National School Lunch Program	10.555	71302501	6,450,493
Passed Through Texas Department of Agriculture:			
Non-Cash Assistance (Commodities):			
National School Lunch Program	10.555	NT4XL1YGLGC5	375,000
Total Child Nutrition Cluster (ALN 10.553, 10.555)			<u>8,711,516</u>
Cash Assistance:			
Child and Adult Care Food Program (CACFP)	10.558	NT4XL1YGLGC5	326,436
Total U.S. Department of Agriculture			<u>9,037,952</u>
U.S. Department of Education			
Passed Through Texas Education Agency:			
ESEA Title I, Part A - Improving Basic Programs	84.010A	24610101011901	141,847
ESEA Title I, Part A - Improving Basic Programs	84.010A	25610101011901	2,231,659
TITLE I, 1003 ESF FOCUSED SUPPORT GRANT	84.010A	246101397110075	385,323
SCHOOL ACTION FUND CONTINUATION	84.010A	256101107110002	48,743
Total ALN 84.010			<u>2,807,572</u>
Title I, Part C - Migrant	84.011A	24615001011901	7,615
Title I, Part C - Migrant	84.011A	25615001011901	34,626
Total ALN 84.011			<u>42,241</u>
IDEA - Part B, Formula	84.027A	246600010119016600	345,043
IDEA - Part B, Formula	84.027A	256600010119016600	1,948,974
IDEA - Part B, Preschool	84.173A	246610010119016610	3,685
IDEA - Part B, Preschool	84.173A	256610010119016610	35,058
IDEA - Part B, High Cost Fund	84.027A	66002406	797,441
Total Special Education Cluster (ALN 84.027, 84.173)			<u>3,130,201</u>
Perkins V: Strengthening Career and Technical Education for the 21st			
Century-Institutions	84.048A	25420006011901	157,568
Texas Education for Homeless Children and Youth	84.196	244600057110008	28,340
Title III, Part A - Immigrant	84.365A	24671003011901	5,075
Title III, Part A - Immigrant	84.365A	25671003011901	26,825
Title III, Part A - English Language Acquisition	84.365A	24671001011901	58,545
Title III, Part A - English Language Acquisition	84.365A	25671001011901	418,403
Total ALN 84.365			<u>508,848</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2025

Exhibit K-1
Page 2 of 2

(1) Federal Grantor/ Pass-Through Grantor/ Program Title	(2) Federal ALN	(2A) Pass Through Entity Identifying Number	(3) Federal Expenditures
U.S. Department of Education			
Passed Through Texas Education Agency:			
Title II, Part A - Supporting Effective Instruction	84.367A	24694501011901	\$ 10,218
Title II, Part A - Supporting Effective Instruction	84.367A	25694501011901	342,078
Total ALN 84.367			<u>352,296</u>
LEP Summer School	84.369A	69552402	6,817
Title IV, Part A, Subpart 1	84.424A	25680101011901	209,311
ARP Act ESSER Fund III (COVID-19)	84.425U	21528001011901	3,323,690
TCLAS - High Quality After School (COVID-19)	84.425U	215280587110012	180,073
TCLAS ESSER III (COVID-19)	84.425U	21528042011901	291,646
ARP Homeless II (COVID-19)	84.425W	21533002011901	29,635
Total ALN 84.425			<u>3,825,044</u>
Total U.S. Department of Education			<u>11,068,238</u>
U.S. Department of Labor			
P-TECH SUCCESS GRANT	17.278	243933017110003	168,440
Total U.S. Department of Labor			<u>168,440</u>
U.S. Department of Health and Human Services			
Passed Through Texas Health and Human Services Commission:			
Medicaid Administrative Claiming (MAC) Program	93.778	HHS000537900042	\$ 3,339
Total Medicaid Cluster (ALN 93.778)			<u>3,339</u>
Total U.S. Department of Health and Human Services			<u>3,339</u>
Total Expenditures of Federal Awards			<u><u>\$ 20,277,969</u></u>

BASTROP INDEPENDENT SCHOOL DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Exhibit K-2

Note 1 - Basis of Accounting

The District accounts for all awards under federal programs in the General and Certain Special Revenue Funds in accordance with the Texas Education Agency's *Financial Accountability System Resource Guide*. These programs are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used for these funds. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the liability is incurred, if measurable. Expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited to reimbursement. Pass-through entity identifying numbers are presented where available.

Federal grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant, and accordingly, when such funds are received, they are recorded as unearned revenues until earned. Generally, unused balances are returned to the grantor at the close of specified project periods. The District has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 2 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the District under programs of the federal government for the year ended June 30, 2025. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Because the schedule presents on a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District.

Note 3 - Reconciliation to Basic Financial Statements

The following is a reconciliation of the federal program revenues reported in the District's Annual Financial Report and total expenditures per the Schedule of Expenditures of Federal Awards:

Federal Program Revenues (Per Exhibit C-2)	\$	21,498,504
School Health and Related Services (SHARS)		(748,917)
E-Rate		(335,769)
JROTC		(135,849)
Schedule of Expenditures of Federal Awards (per Exhibit K-1)	\$	<u>20,277,969</u>

BASTROP INDEPENDENT SCHOOL DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)

Exhibit K-2

Note 4 - General Fund Expenditures

Federal awards reported in the General Fund are summarized as follows:

Program or Source	Federal ALN	Amount
SHARS	N/A	\$ 748,917
E-Rate	N/A	335,769
Junior ROTC	N/A	135,849
Medicaid Administrative Claiming (MAC) Program	93.778	3,339
Indirect Costs:		
ESEA Title I, Part A - Improving Basic Programs	84.010A	121,212
School Action Fund	84.010A	1,292
IDEA - Part B, Formula	84.027A	62,104
IDEA - Part B, Preschool	84.173A	635
Title III, Part A - Immigrant	84.365A	9,150
Title II, Part A - Supporting Effective Instruction	84.367A	17,400
Title IV, Part A, Subpart 1	84.424A	11,138
ARP Act ESSER Fund III (COVID-19)	84.425U	1,101,973
TCLAS - High Quality After School (COVID-19)	84.425U	55,145
TCLAS ESSER III (COVID-19)	84.425U	152,477
ARP Homeless II (COVID-19)	84.425W	12,039
Total		\$ 2,768,439

BASTROP INDEPENDENT SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2025

Federal regulations, Title 2 U.S. Code of Federal Regulations Section 200.511 states, "The auditee is responsible for follow-up and corrective action on all audit findings. As part of this responsibility, the auditee must prepare a summary schedule of prior audit findings." The summary schedule of prior audit findings must report the status of the following:

- All audit findings included in the prior audit's schedule of findings and questioned costs, and
- All audit findings reported in the prior audit's summary schedule of prior audit findings except audit findings listed as corrected.

I. Prior Audit Findings

Not Applicable

BASTROP INDEPENDENT SCHOOL DISTRICT
CORRECTIVE ACTION PLAN
For the Year Ended June 30, 2025

Federal regulations, Title 2 U.S. Code of Federal Regulations Section 200.511 states, "At the completion of the audit, the auditee must prepare a corrective action plan to address each audit finding included in the auditor's report for the current year. The corrective action plan must be a document separate from the auditor's findings described in Section 200.516."

I. Corrective Action Plan

Not Applicable